**ESTABLISHED 1887** 

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PARIS, MONDAY, OCTOBER 26, 1992

### In Worldly World Series, It's Toronto



ane Fonda gesturing during the final moments of the World Series in Atlanta while her husband, Ted Turner, seated, owner of the sing Braves, just stared. At right are former President Jimmy Carter and his wife, Rosalyan. Toronto won, 4-3, in 11 innings.

### Banishing the Nightmares, a Baseball Team Comes of Age

By Thomas Boswell Washington Post Service

ATLANTA — Every ghost, every demon, very hound from bell that ever stalked the naginations and evil dreams of the haunted orooto Blue Jays circled 'round that suppos-dly jinxed team. Mere baseball players should to have to endure what the Blue Jays suffered

ound midnight.
But then, if the Blue Jays' nightmares had not een so horrible, so close to being unbelievably ruel, their dream of a victory, their World -eries title after so long and so much endured, ould not have been so glorious.

There has never been a final score — Toronto Atlanta 3 in 11 innings Saturday night —that

Id so little. There has seldom, if ever, been a

me — even a Game 6 of a Series — that

intained so much. It took more than four ours hat felt like it took four days.

Blue Jays fans, never again to be denigrated followers of a team called the Blow Jays, are ring to rhapsodize long into the winter about

Dave Winfield's Series-winning two-run double in the 11th inning off Charlie Leibrandt. But they are not really going to focus on Winfield as much as you would guess. Sure, it was stupendously great to see the old man, just turned 41, atone for so much October embarrassment, Mr. May, indeed. Take that, George Steinbrenner, exiled oemesis.

Still, Winfield's double, enormous as it was, was only 1 percent of this game's drama. This night was about the entire Jays team

standing up to its own history, its history raised to an incalculable baseball power, and winning. You have to know what they endured to

know what they won.

Like the Boston Red Sox six years ago, the Jays came within one strike of their world championship, only to have it torn away. And, like the Red Sox, like Bill Buckner, the barely thinkable bappened. Otis Nixon was down in the count, 0-2,

against Tom Henke. Nixon did the only thing left available to him. With his Atlanta Braves

trailing by 2-1 with men on first and second base and two onts, he slapped at the ball.

Defensively. Just to stay alive. Just to make something — anything — happen.

The result was a ground ball. A lousy, chop-

py, two-hopper to the left side. Guided by Satan, the ball found a hole. Probably right between an auricle and a ventricle.

The Jays still had a chance to win their title right then and there. The man trying to score from second base was the not-so-swift Jeff Blauser. And here he came, waved home by Jimy Williams, just the way the third-base coach waved bome a milk-truck named Sid Bream on Francisco Cabrera's seasoo-saving, pennant-winning hit.

The Jays had the man for the job all ready -Candy Maldonado, their left fielder. Wasn't he the Jay who had hit a home run, way back in the fourth inning, off Steve Avery to give Toronto that 2-1 lead that five different pitchers had

See SERIES, Page 17

### But Dreams for Canada Are Not So Sweet

By Charles Trueheart

Washington Past Service
TORONTO — Canadians will vote Monday -1 a package of constitutional changes that is e most comprehensive effort in a generation accommodate French-speaking Quebec's de-ands for special status and recognize the wowing political strength of western Canada id the native populations of the north.

But after a grueling two-month campaign to Il the new constitution in a nonhinding referdum, Canada's leadership is bracing for a ff popular repodiation of the historic comomise — and not just in Quebec.

Such a rejection would probably mean an ilefinite moratorium on constitutional negotions. National reconciliacion would have add Canada — and not for the first time rugh the secession of Quebec would not be preciably closer. The most immediate casualsurveys indicate, may be the deal's ardent msor, Prime Minister Brian Mulroney.

Even Mr. Mulroney has acknowledged that a "no" vote in any one of Canada's 10 provinces is likely to bring down the accord. Though Monday's vote is not legally binding, the new constitution must be approved by all 10 provin-cial legislatures, and lawmakers are expected to hew to the mandate laid down by their prov-

The elaborate constitutional compromise was struck at Charlottetown, Prince Edward Island, on Aug. 28 and signed by Mr. Mulroncy, provincial and territorial premiers representing Canada's three major parties, and representatives of native and Inuit peoples, known

The agreement was unanimous and unprecedented in its sweep: more provincial power-sharing; a third level of government for aboriginals; a new, elected, American-style Senate; extra seats for burgeoning British Columbia and Alberta in the House of Commons; and a

guarantee of at least 25 percent of House seats for Quebec, despite its shrinking population. The deal quickly won the approval of Cana-da's three major parties, its business leaders, major media outlets and other elites. Hailed as

a triumph of statesmanlike compartisanship, it seemed headed for ratification in Canada's first national plebiscite in a half-century. But across the country during September, a

mood of defiance surfaced. Opponents were quick to exploit resentment against this politi-

Polls showed support for the accord falling from 60 percent or better in every province but Quebec to the point where rejection in Quebec, British Columbia and possibly Alberta and Manitoba now is considered likely. A nationwide thumbs-down is remotely possible.

The apparent slide toward defeat has leveled off in the past week, as supporters launched a

See CANADA, Page 10

### Clinton's Lead Erodes As Perot Gains in Polls

By Robin Toner

New York Times Service
WASHINGTON — The 1992 presidential campaign is entering its home stretch with Ross Perot newly energized and Gover-nor Bill Clinton still in the lead but facing a tightening contest with President George Bush, according to the latest New York Times/CBS News Poll.

The poll suggests that Mr. Perot received a considerable boost from his performance in the presidencial debates and his weeks of heavy advertising.

It indicates that Mr. Clinton's support has dropped since early October and that Re-publican attacks on his trustworthings may be taking a toll. Mr. Bush's support, however, was not growing, according to the poll.

The upshot is a tighter race. Among the probable electorate, which reflects the likelihood of each respondent's voting on Nov. 3, Mr. Clinton now has the support of 40 percent, Mr. Bush of 35 percent and Mr. Peroi of 15 percent, the poll shows.

In early October, before the debates, Mr. Clinton stood at 46 percent, Mr. Bush at 38 percent and Mr. Perot at 7 percent.

[A Washington Post-ABC News Poll of 1,078 likely voters taken Oct. 19-22 shows an eight-point gap between Mr. Bush and Mr. Clinton, with 42 percent for the Democrat and 34 percent for Mr. Bush. Mr. Perot is the choice of 20 percent in this poll. Since the last Washington Post-ABC News poll, taken on Oct. 4, Mr. Clinton has drifted downward by 4 points; support for Mr. Perot has moved from 9 to 20 points.]

Bush campaign officials, elated over the signs that Mr. Clinton's substantial lead was eroding, predicted that voters were entering a new phase of decision-making that would put a premium on trust. "It's moving our way," said Charles Black, senior adviser to

But Clinton strategists disputed the Ti-mes/CBS poll, noting that other indepen-See POLL, Page 10

### A Vision for U.S. Future Draws on Europe's Past

By Tom Redburn nal Herald Tribune

BRUSSELS - Those searching for clues to Bill Clinton's vision for the future U.S. economy might want to take a look at West-

ern Europe's past.
With Mr. Clinton clinging to a narrower but apparently solid lead in the polls over President George Bush barely a week before the U.S. election, it is still unclear how Mr. Clinton would deal with many of the underlying economic issues he is likely to face if he enters the White House on Jan. 20.

No definitive anguery are possible. But

No definitive answers are possible, But while there are important differences, there are also some useful parallels to be drawn between the approaches that have both ben-efited and bedeviled the affinent countries of Europe in recent years and the problems that are likely to confront the United States under a oew Democratic president. "The model he admires and would like to

emulate is a model of European social democracy with a much stronger safety net and more equal income distribution," argues Alan Stoga, chief economist at Kissin-ger Associates in New York.

"That is an obvious response to many clear American woes." Mr. Stoga added.

But in important ways, Clinton misunder-stands that model and doesn't understand how it has changed. Europe 1992 is a long

Convinced that the U.S. economy, which has stagnated under President Bush, is losing ground to the rest of the industrialized world, Mr. Clinton frequently invokes comparisons with other nations to bolster his case for change. To help Americans compete in a global economy, he clearly favors a more activist government aimed at fostering capital formation. Mr. Clinton advocates spending more on education, infrastructure and industrial technology while also trying to narrow the gap between the richest and poorest members of America's deeply divided society.

"The answer is to invest and grow this economy," Mr. Clinton said last week during the final presidential debate. "That's what works in other countries and that's what will work here.' Moreover, Mr. Clinton said, a once-tow-

ering powerhouse of the U.S. economy like General Motors Corp. would not be in such bad shape if the federal government were more of a "partner" along the lines of "the policies the Germans and Japanese fol-

During the campaign, Mr. Clinton and his

many advisers have cited Germany's emphasis on worker training, Japanese and EC industrial policies that strongly support commercial research and development, universal health care in nearly all industrialized countries, Swedish family care programs and labor market flexibility all as potential models for the United States to pursue.

"The U.S. does have lots of things to learn from everything Europe has to offer," said a senior economist at the 24-nation Organization for Economic Cooperation and Development in Paris, "just as Europeans have learned from the American example." But as many Europeans have discovered

**NEWS ANALYSIS** 

over the past decade, for all their success in ameliorating some of the inequities of laissez-faire capitalism, there are also serious flaws in their own economic and social sys-tems. In the late 1970s and early 1980s, much of Western Europe foundered under the burden of a costly array of government services, rigid labor markets that still con-tribute to high unemployment and a wide variety of interventionist economic policies that failed to stem declining industrial compeutiveness.

Reversing direction in mid-decade, the market-opening measures initiated as part of the European Community's 1992 sing market project were the generally successful response to what was then called Eurosclerosis. Other European countries outside the Community also backed away somewhat from the economic cul-de-sac in which they found themselves.

"Sweden has been down the road of high tax, high spending and devaluationist poli-cies," Carl Bildt, the Swedish prime minister, said in an interview in Brussels. "They failed. We tried industrial subsidies, endless efforts at directing investment and they didn't work. The only industrial policy that offers any hope of success is to open your country to competition."

It is important, of course, not to overdraw the comparisons. Nothing Mr. Clinton advocates is particularly ont of step with American 20th century traditions of Keynesian economic stimulus and popular resentment of policies tilted toward the

And none of what he recommends for the United States, most analysts agree, remotely resembles the accusation leveled at him by

See MODELS, Page 10

### Asia Titans Poised to Gain

### Akihito Mends the Rift With China, gconomic Embrace Could Be Fruitful

By Steven Brull

/ International Herald Tribune
OKYO — The visit of Emperor Akihito to as is an attempt not only to soften harsh ories of Japan's wartime aggression but to promote economic ties that are rapidly wing and that bold a key to continued extion of the Chinese economy.

panese business people hope the expresof sorrow offered by Akihito will help ove Japan's image, which remains haunted World War II atrocities. Io the name of tito's father, Emperor Showa, Japanese sol-killed or maimed some 20 million Chinese. he psychological resistance Chinese feel ld gradually ease," said Kenji Hattori, an omist at the Japan-China Association on omy and Trade. "And it will be easier for bese businessmen to advance into China." e emperor did not explicitly apologize, ad making the comment that Japan had ated great sufferings on the people of L."

When that will prove satisfactory and dispopular Chinese distrust of Japan is far pertain. At a minimum, however, the symn of the emperor's six-day visit, which Wednesday, will reaffirm official ties be-Asia's two most important countries. to is the most prominent figure to visit g since Chinese soldiers fired on democlemonstrators in 1989.

a result, Tokyo, which has supported its neighbor out of self-interest in much the restern Europe has come to the aid of the of the former Soviet Union, will be an nore committed ally, according to Keni-president of the Japan Forum on Inter"In the future," Mr. Ito said, "no Japanese government will be willing to step beyond a certain line drawn by the emperor."

For example, he said, whereas Tokyo joined

other Group of Seven nations in suspending aid to Beijing after the Tiananmen massacre in 1989, from now such a response will be less

"Even if a similar tragedy occurred, the Japa-nese government would be more hesitant to follow the lead of other industrialized nations." Tokyo, having won the acquiescence of other G-7 nations, was the first country to restore official assistance 16 months after Tianammen. Japanese aid has been crucial to the capital-

ist-style changes that Deng Xiaoping launched in the late 1970s; the success of his initiatives in essence made possible the emperor's visit. Tokyo has extended more than I trillion yen (\$8.3 billion) in assistance for infrastructure and energy-related projects since 1980, and it is Beijing's single largest source of largesse. Moreover, Japanese banks hold some 60 percent of China's overseas debt, which has reached \$60.6 billion, Mr. Hattori said.

lo an announcement timed to herald the emperor's visit, a consortium of six Japanese trading companies said last week that they would conduct a feasibility study for a massive petrochemical complex in northeastern China. if the deal, worth \$4 billion, goes ahead, it will be the largest venture yet between Japan and China and will mark a new level of cooperation.

"If it's realized, it will be a major development," said Tomozo Morino, director of the China section at the Japan External Trade

See AKIHITO, Page 13



SPEAKING OUT - A demonstrator at a raily in London showing her feelings about government threats to close coal mines. Page 2.

#### Klosk

#### **An Explosion Shakes London** Near a Block of Apartments

LONDON (Reuters) - An explosion shook central London near Victoria Station on Sunday, and a building was on fire, the fire brigade and witnesses said

A fire brigade spokeswoman said she understood that the explosion was caused by a bomh outside a block of apartments. It was the 14th explosion this month in London. The Irish Republican Army has taken responsibility for most of the earlier attacks. One person has been killed in the wave of

"We have been called to an explosion," the spokeswoman said. "That's all the information we have at the moment."
Witnesses reported a loud blast and a building on fire near
Victoria Station. A number of people were treated for shock.

#### Communists Lead in Lithuania

VILNIUS, Lithuania (AFP) - Lithuania's former Comnumist Party emerged as the winner Sunday in the Baltic state's first general elections since gaining independence from the Soviet Union, according to an exit poll.

The Democratic Labor Party won 32 percent of the votes,

compared with 27 percent for the nationalist party Sajudis, the poll conducted by the German INFAS organization showed. Lithuanians were voting both in general elections for parliament and to approve a new constitution.

The new constitution was approved by 83.5 percent of the electorate, according to computer projections, with 16.5 percent against.

Three tourists were stabbed in Egypt. South Africa's white liberals have misgivings. Page 2

Machinery orders surge in United States. John Major expects a further interest rate cut. Page 11.

Washington as a city of greed and lust. Page 18. Weather Page 2 Crossword Page 18.

### **Unity's Costs** Force Bonn to **Lower Hopes** For Economy

#### '93 Growth Outlook Cut As Möllemann Balks at Kohl's Plan for Tax Rise

By Brandon Mitchener
International Herald Tribune
FRANKFURT — Economic realities overwhelmed political promises Sunday as the Ger-man government slashed even its conservative forecast for economic growth and Chancellor Helmut Kohl called for new taxes in 1995 to

thelp pay for German unity.

The Economics Ministry said the West German economy probably would expand only 1.5 percent or less next year rather than the 2.5 percent previously expected. Forecasts for Eastern Germany also are likely to be revised, a spokeswoman for the ministry said.

Mr. Kohl's turnaround on taxes, which was announced Sunday and endorsed by his Chris-tian Democratie Union, marks the second time he has hroken an election promise not to raise

he has hroken an election promise not to raise taxes to pay for German unification.

Although the credibility of Mr. Kohl's economic plan has long been criticized and another tax increase widely expected, the timing of his announcement met sharp criticism even within his own cabinet. Economics Minister Jurgen Möllemann, who is a member of the Free Demograpic Party, the chancellor's coalition payment. ocratic Party, the chancellor's coalition partner, called higher taxes a "last resort" to be em-braced only after all other attempts to cut government expenditures have failed,

The tax proposal comes just as German interest rates have begun to decline and even as government, business and union leaders discuss making sensitive sacrifices for German unity, Wilhelm Nölling, a Bundesbank board mem-ber, said Sunday the central bank is "in the process of channeling interest rates downwards," which could relieve some pressure on

the economies of Germany and its neighbors.

Economists said the planned tax increase would have little direct impact on monetary policy because it is some time away. Nevertheless, the Bundesbank will be "quite happy to see politicians are being more realistic about their budget figures," said Ros Lifton, an economist at Nomura Research Institute in Frankfurt.

Mr. Kohl left vague exactly which taxes come into questioo and when they would have to be

He would like to delay any unpopular tax increases until after 1994 federal elections, but at this point it appears unlikely that Mr. Kohl would be re-elected then anyway. An opinion poll published in Monday's editions of the oews weekly Der Spiegel showed that 51 percent of sitioo Social Democratic Party to Mr. Kohl, with 38 percent support.

Some economists expect a tax increase as early as oext year. Analysts at Goldman Sachs, for example, calculated that the recessionary tone of the economy would cause tax revenue to fall short by 40 billion Deutsche marks (\$26.2 billion) in 1993, inflating the federal deficit

See SLUMP, Page 13

### Rabin Rejects Golan Pullout As 6 Israelis Die

By Clyde Haberman

New York Times Service

JERUSALEM — Prime Minister Yitzhak

Rabin told his cabinet ministers emphatically Sunday that Israel would not fully pull back from the Golan Heights even though it has raised the possibility of withdrawal in its peace

negotiations with Syris.

His affirmation of Israel's position came just before six Israeli soldiers died, five of them in southern Lebanon when pro-Iranian Islamic guerrillas blew up their tank. The toll there was reportedly the largest for a single day suffered by the Israeli Army in two years.

In addition, a soldier was killed outside an

army post in the West Bank city of Hebron by a Palestinian gunman, described as an Islamic fundamentalist.

Mr. Rabin is said to be angered by press reports here that he was ready to discuss an Israeli withdrawal from the strategic Golan. He insisted at his cabinet's weekly meeting that he

had nothing of the sort in mind.

Later, other officials said that when Israeli negotiators used the word "withdrawal" last week — for the first time in their dialogue with Syria in Washington — it meant a willingness to yield only some Golan territory and to re-draw boundaries. Giving up the Golan, as Syria demands in return for full security, is out of the

The Israeli offer, said Health Minister Chaim Ramon, who is close to the prime minister, involves "territorial changes on the Golan Heights, and not to leave the Golan Heights." Nothing has been mentioned, other officials said, about what might happen to the three dozen Jewish settlements built on the Golan since it was captured by Israel in the 1967

Middle East war.

The possibility that some of those settlements might be dismantled has generated recurrent anti-government protests, including one by several dozen Golan residents who camped Sunday outside the prime minister's

office during the cabinet meeting. The affirmation of Israel's posicion raised oew questions about how much progress oego-tiators can hope to achieve in this Washington round, since they remain far apart and since, as it is, they have been marking time until the U.S.

presidential election takes place next week.

The atmosphere in Washington was almost certain to be affected as well by the latest violence. If nothing else, it was likely to reinforce Israel's argument for maintaining its "security zone" across a strip of southern Leba-

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### Gap Widens Between ANC and South Africa's Liberals

By Bill Keller

New York Times Service JOHANNESBURG - Bob Geldof, the rock singer and philanthropic promoter, got at least two shocks when he interviewed Nelson Mandela for a program broadcast last week on British television.

One was the revelation that the South African liberation leader's favorite musical group is the ultrawhite Swedish pop quartet Abba. The other, more disturbing, was Mr. Mande-

#### **NEWS ANALYSIS**

ia's apparent sympathy for what he called the Irish Republi-can Army's "struggle for self-assertion" in Northern Ireland. Mr. Geldof, who is Irish, was dismayed. "I cannot accept your analysis of what is going on," be

objected, He is just the latest admiring foreigner to discover something that has long troubled South Africa's white liberals: that the African National Congress's understanding of de-

mocracy does not always conform to their own. In its ideals, its loyalties and its tactics, many liberals argue, the ANC remains too much a populist rebellion when it should he developing the democratic skills of a govern-

ment in waiting.
"I'd happily live under an ANC government with democratic values, but democracy means to me more than The People," said Helen Suzman, who spent 36 years in the allwhite House of Assembly as a lonely liberal scourge of successive apartheid regimes. "Democracy is values and basie ideology, not just the majority deciding, and that's where I bave my doubts."

Mrs. Suzman says she trusts Mr. Mandela, who is an old friend, and some of the more moderate congress leaders, but "I don't know about the others."

The misgivings are of long standing; Mr. Mandela's

100,000

**Protest** 

**Coal Cuts** 

LONDON - At least 100,000 people, including thousands of miners, some wearing headlamps

and orange work suits, marched through torrential rain in London

on Sunday to protest the govern-

ment's proposed coal industry cut-

"If the government ignores this protest, the only axing that will he

done will he of this government," Arthur Scargill, president of the National Union of Mineworkers,

John Smith, leader of the opposi-

tion Labor Party, urged Prime Minister John Major to "protect

the national interest and start to be

shut and look at the investment and

modern machinery which would be

written off if this decision goes

Mr. Major, who was forced to retreat in humiliation last week on

a much wider shutdown of mines,

reiterated his support Sunday for

greater European unity and warned

that he did nt want to see an "iso-

British news reports said Mr.

aior had threatened to resign and

call a national election if Parlia-

ment refused to ratify the Maas-

tricht treaty for eloser union among

the 12 European Community mem-

bers. Debate begins in the House of

James Cran. a Conservative Party

lawmaker. "My colleagues and my-

self are absolutely determined to

But Mr. Major criticized fellow

Conservatives who opposed the treaty and said that Europe was the

key to Britain's economie success.
"I do not want to see a Britain

isolated, sour, without influence in

the largest free-market trading bloc

the world has ever seen," he said

Sunday on BBC radio from Egypt,

niversary of the battle of El Ala-

Mr. Major's slim 21-scat major-

The government was forced to

make embarrassing concessions to

British Coal, a nationalized com-

would stop production at 31 pits with a loss of 30,000 miners' jobs.

and "Sack Major not the miners,"

We offer our despest sympathy:

HEINRICH-BÖLL-FOUNDATION.

THE GREEN PARTY - Federal Executive Committee.

ALLIANCE 90/THE GREENS - Parliamentary Group,

THE GREENS IN THE EUROPEAN PARLIAMENT.

miners' traditional brass band.

Mr. Major, bowing to pressure

"It will be trench warfare in the House of Commons if be intro-duces this particular bill," warned

"Go down the pits you want to

told the demonstrators.

ahead." Mr. Smith said.

lated, sour" Britain.

Commons Nov. 4.

oppose the bill."

a prime minister."

backs,

In London

went down well with liberals at home. The feelings are also,

From inside the ANC, the scolding of liberals may seem patronizing, the smug noblesse oblige of politicians who tried to work within an evil system while the real warriors were in exile or prison.

But when Mr. Mandela was freed from prison and his ANC unbanned in 1990, many expected that white liberals would make common cause with the black majority. Instead, it appeared that the end of formal apartheid had removed the one great cause the liberals and the liberation movement

When it came to fashioning a new order, fundamental differences remained. Since the breakdown of negotiations in May and the ANC's return to street politics, the estrange-

With the renunciation of apartheid, apprehensiveness about the ANC has torn at the Democratic Party, the political bastion of white liberalism

More than anything else, what alarms liberal skeptics is the ANC's refusal to break with its comrades-in-arms in the South African Communist Party, an institution liberals associate with socialist cant, demagoguery and intolerance. For liberals, the admissions last week that there had been torture, forced confessions and detention without trial at ANC exile camps in the 1980s were at once alarming and reassuring. Alarming, because the savage mistreatment raised questions about the ANC's commitment to human rights. Reassuring, because the merciless report disclosing these violations was issued by the congress itself.

Many liberals view as self-destructive the ANC's continu-ing willingness to turn the economy into a battleground through sanctions, political strikes and boycotts.

Like Mr. Geldof, they have cringed at Mr. Mandela's loyalty to his old sponsors and friends, among them Fidel Castro, Moammar Ghadafi, Yasser Arafat and the Iranian

armed struggle and his uncritical embrace of Moscow never mullahs. Most critics appreciate that this is gratitude for support in hard times, not an endorsemen

After the Geldof interview, the ANC issued a slightly sheepish clarification insisting that Mandela's remarks "cannot be construed as support for the IRA." But it makes liberals wince, all the same.

More ominous, liberal critics say, is the ANC's willingness to countenance violence by its supporters, and to actively risk it with confrontational protest tactics. "Whatever sympathy the ANC had with liberals in early

1990, I think, has worn off as the organization has exposed the degree to which it is unable to control the activities of its members on the ground," said James Self, a young Demo-cratic Party analyst. "How do you then govern a generation that has grown up thinking they can kick over the traces whenever they disagree with the government?" David Dalling, one of five white members of Parliament

who defected from the Democratic Party to the ANC in April, said the fears of Communist influence and populist olerance were unwarranted, but he readily acknowledged that the ANC was not what white liberals were used to. The style is more charismatic than cerebral. What white liberals see as rights to be protected, ANC

supporters often see as privileges to be abolished and ill-gotten gains to be redistributed. "The one thing you must understand about the ANC is, it's not a liberal organization," Mr. Dalling said. "It never pretended to be a liberal organization. It's a liberation

The reality, he added, is that while white liberals will be important as potential allies in a future Parliament and as intermediaries to the white Western world, they are far from the center of power. As it matures, the ANC cannot afford to outgrow a black following not raised on Jeffersonian democ-

"We would like more whites to support the ANC," he said. "But our main constituency is not going to he white."

### Gunmen Kill 20 At Zulu Gathering

Compiled by Our Staff From Dispatches

In a Homestead

JOHANNESBURG - Gunmen have massacred 20 people, including four women and two children in a raid on a bomestead in South Africa, the South African Press Association said Sunday.

A police spokesman, Coert Marais, said 15 gunmen armed with assault rifles opened fire on a crowd gathered for a traditional Zulu celebration at a house in Folweni, south of Durban, at about midnight Saturday. The victims were believed to he supporters of the Inkatha Freedom Party.

Twenty-seven people were wounded; Mr. Marais said.

The press association said six nagers were shot to death in the

same township the previous night. It said fighting had broken out in the area recently between support-ers of Nelson Mandela's African National Congress and members of Inkatha

### WORLD BRIEFS

PRAGUE (AP) — The Czech and Slovak governments not State discuss treaties that will map their republics' relations after Containing and the state news agency CSTK reported to the Czech lands and his Stoyal of the Czech lands are constant.

The talks were aimed at producing agreements on customs, moreary relations, citizenship and other issues, as the nation splits apart, CSTR. said. A draft agreement on a customs union between the two republica was adopted by both governments earlier this month.

#### In Kuwait, a Bid to Let Women Vote

KUWAIT (Reuters) - A senior member of the new Kuwaiti parlia. ment has proposed giving the vote to women and some naturalized. Kuwaitis, the official Kuwait press agency, KUNA, said Sunday.

Hamed Jouan chairman of parliament's legal affairs committee, also proposed lowering the voting age to 18 from 21. KUNA did not say if his committee had approved the draft or when it would go to a full partiament. The draft would give the vote to people who have been in Not would go to a full partiament.

naturalized citizens for at least 15 years. Mr. Jouan also submitted for study on its Islamic merits a proposal loss. let women run as parliamentary candidates. In parliamentary elections. on Oct. 5, only Kuwaiti men aged 21 or over and able to trace their motion the emirate back to 1920 were allowed to vote. During the campaign women demanded the right to vote.

#### González Looks to 'Challenge of '90s'

MADRID (Reuters) — Prime Minister Felipe González, 10 years in office this week, urged Spain's Socialists on Sunday to prepare to face the

challenges of the next decade.

Mr. González, who has said he is willing to run again in elections the by next October, told 30,000 supporters in Madrid: "You can count on "The residual to the challenge of the count on "The residual to the challenge of the chal me." The prime minister, who swept to power with an absolute majority in elections on Oct. 28, 1982, was speaking at a rally launching a two-month campaign to publicize the achievements of the Socialist Party in

"It is essential that we tell people not only what we have done but also what is still to he done," he said.

#### Colombian Rebels Kill U.K. Hostage

BOGOTA, Colombia (AP) — Leftist guerrillas killed a British captive and in attacked a town, killing three policemen, officials said Sunday.

Rebels of the Simon Bolivar group shot to death killed Peter A. Kessler, 65, on Saturday as army troops closed in on their positions near the village of Cienaga, 700 kilometers (430 miles) north of Bogotá, the army said. Mr. Kessler, manager of the agribusiness firm Tecnicas, Baltime, was kidnapped Friday.

A force of 100 rebels attacked the town of Arboletas, 550 kilometers.

northeast of Bogotá on Sunday, killing three policemen and destroying the police headquarters with bombs and grenades, the army said.

#### Liberian Rebels Free 4 UN Workers

MONROVIA, Liberia (AP) — Rebels freed four UN workers on Sunday whom they had held hostage, and combat involving fighter planes and artillery continued to rock the outskirts of the capital, sending hundreds of civilians fleeing.

The chief UN representative, Ross Mountain, of Australia said Richard Snellen of the Netherlands and three Liberian workers were freed nharmed in Gharnga, the town in north-central Liberia where the rebel

leader Charles Taylor has his headquarters.

The four UN workers were detained Thursday amid accusations that they had given strategic information that helped a West African task force bomb Mr. Taylor's headquarters.

#### For the Record

The 25th game in the \$5 million chess rematch between Bobby Fischer and Boris Spassky in Belgrade was postponed on Sunday at the Russian's request, match officials said. Mr. Fischer leads the match, 8 to 4. He and Mr. Spassky battled to a draw Saturday.

(AP)

#### TRAVEL UPDATE

That Airways International started its fifth weekly service on Sunday

between Bangkok and Katmandu, sources said. (UPI)
Drivers in Seoul who refuse to comply with a voluntary campaign to leave their car at bome every 10th day will be banned from public can parks, it was reported in the South Korean capital. Those who comply will get a 20-percent discount on parking fees starting next year. (Reuters) Libya will cut telephone links with the outside world on Monday from 6 A. M. to 6 P. M. and also halt internal air flights to mark the anniversary of the 1911 Italian invasion of what is now Libyan territory. (Reuters).

#### This Week's Holidays

Banking and government offices will be closed or services curtailed in the following countries and their dependencies this week because of national and religious holidays:

MONDAY: Austria, Grenada, Ireland, Malaysia, New Zealand, Rwanda,

TUESDAY: Zaire. WEDNESDAY: Cyprus, Czechoslovakia, Greece. THURSDAY: Nepal, Turkey. FRIDAY: Sweden. SATURDAY: Finland, Sweden, Taiwan. SUNDAY: Algeria.

Sources: J.P. Morgan, Reuters.

REMEMBRANCE — A veteran of the World War II battle for El Alamein wandering in the Commonwealth cemetery Sunday. Veterans, war widows, the

prime ministers of Britain, France and Greece and officials from Germany, Italy, Australia and New Zealand marked the 50th anniversary of the battle in Egypt.

### Violence Disrupts Protest Against Neo-Nazis in Germany

BONN - A protest against neo-Nazism by hundreds of foreign students and leftist radicals erupted in violence early Greifswald, the police said.

A 16-year-old girl was injured after being hit with a baseball bat, and 33 people were arrested, the police said. Greifswald, in former East Germany on the Baltic coast, has been the scene of mightly violence since a Moroccan

student was injured in an attack by skinheads. The police had arrested 11 people after a battle late Friday between foreign students and rightist extremists.

The violence early Sunday capped a weekend of rightist attacks on Jewish memorials, graveyards and foreigners. The violence early Sunday capped a weekend of rightist slight damage.

The police in Greifswald said about 250 foreign students and leftist radicals held a peaceful protest Saturday night against rightist extremism. But "provocateurs" among the Dachau death camp was damaged and smeared with Nazi swastikas. On Friday night, the German press reported for

Ravensbrück had been firebombed earlier in the week. The Simon Wiesenthal Center accused German anthorities of being either "not yet fully prepared or inclined" to Sunday in the fifth night of unrest in the northeastern city of stop the racist violence. There have been three attacks on memorials to Jewish victims of the Holocaust in the last four

Attacks on foreigners and refugee centers were also reported in six cities throughout Western and Eastern Germany over the weekend. The police said Sunday that they had arrested two young men suspected of one of the attacks, a firebombing of a refugee home in Ingolstadt, north of Munich. No one was injured in the attack, which caused only

protest group later attacked the police and a youth club, a the first time that the former women's concentration camp at suspected rightist hangout, the police said.

Renate Schmidt, vice president of parliament and a member of the opposition Social Democrats, called for more rigorous enforcement of existing laws to stop the violence.

"If, for example, a group of skinheads file past police giving the Hitler salute, and then nothing happens, even though that can be punished by up to two years in prison, then something is going wrong," she said in an interview published Sunday in Bunte magazine.

A poll in the latest issue of the news magazine Spiegel said nearly one in 10 Germans would "look on" as thugs attacked foreigners and less than a third would try to intervene. The nationwide poll of 3,000 was conducted by the Enmid

Much rightist violence is attributed to popular backlash against the costs of caring for hundreds of thousands of asylum-seekers while their applications are reviewed, a pro-

### Deputy Without a Cause Gets One: Tackling Yeltsin

By Serge Schmemann New York Times Service

MOSCOW - It is instructive of the vagaries of Russian politics that where he was marking the 50th anthe man who has proved probably most vexing to Boris N. Yeltsin speaker of parliament, Ruslan L. Khasbulatov — is not Russian, bas no constituency and was not long ago an ardent Yeltsinite. ity in the 651-member Commons has left him vulnerable to rebellion.

A native of Chechen-Ingushetia in southern Russia who was virtuplacate angry Conservative Party ally unknown before he was elected to the Russian legislature in 1990, the former academic was at Presipany, announced Oct. 13 that it dent Yeltsin's side during the failed coup in August 1991, and he ran for speaker as the president's man, barely squeaking past the Commufrom rebel lawmakers in his own nist candidate.

Carrying placards reading:
"Britain can't work without jobs,"
and "Sack Major not the months, however, Mr.
Khasbulatov parlayed the parliamentary office into a power base.
With the challenge to Mr.

sin from the parliament last week, the miners, their families and other when the legislative majority re-union members marched behind a buffed the president's attempt to head off a showdown on the fate of voke a full Congress of People's

the government, Mr. Khasbula-tov's power has become a central tov's power has become a central powers to rule by decree and to issue for the Russian government.

The hospitalization, in any case, did nothing to still the storm. Sev-eral government ministers warned

The hospitalization, in any case, deputies or ministers from the po-dium, as be did in April when he If the allegations against Mr. Khasbulatov are to be believed, he has done far more than simply grab

for Mr. Yeltsin's powers. He has turned the parliamentary security service into a 5,000-member personal militia. He moved into a huge apartment in which Leonid I. Brezhnev used to live. He appropriated much of the old Communist Party Central Committee staff. He travels about the country in his own plane, with other deputies following in another. He has demanded that Izvestia, the country's most

Finally, under Mr. Khasbulatov, Russia's legislature has plunged into a fateful and brutal power struggle with the president and his change-minded government. On Dec. 1, in direct defiance of Mr. Yeltsin, Mr. Khasbulatov will con-

INVITATION

to the commemoration of the life and work of

PETRA K. KELLY and GERT BASTIAN

October 31, 1992

12.00 - 15.00 hrs

Bonn, Beethovenhalle

Ingrid Aouane, Susanne Lassal, Phone: 49 - 228 - 16 94 20 or 16 91 09 - Fax: 49 - 228 - 16 86 552.

highly respected daily, become his

name a government will be severely and possibly fatally challenged.

How this showdown will play ont, and who will be left to govern Russia, might well depend on Mr. Khasbulatov—if, that is, he recovers in time. On Wednesday, at the height of the battle between the legislature and the president, Mr. Khasbulatov was ushered from the chamber pale and unsteady.

A deputy who saw him later said the speaker, 50, was intoxicated, although Mr. Khasbulatov's doctor said be was suffering from high blood pressure, exhaustion and too much smoking. On Thursday, Mr. Khasbulatov was hospitalized. The illness occurred an hour af-

ter a meeting with reporters at which Mr. Khasbulatov complained that his office was being bugged, that he was being followed and that the threat of dictatorship "always emanates from organs of executive power."

that "revanchist forces" in parliament were hatching a takeover, and Mr. Yeltsin allowed himself a rare flash of wrath.

"I am deeply disappointed with the decision of the Supreme Soviet," the president said Thursday, pacing tensely before a television camera on evening news. "So disrespectful! I will not forget this." Then after a pause he added: "But no need dramatizing this. We

will survive this Congress as well. But the Supreme Soviet need not shift so hard to the right." Under the system left over from Soviet Communist rule, voters elect a 1,000-plus-member Congress that sets the broad outlines of policy and names a 252-member standing

legislature, the Supreme Soviet. The Congress elected in March 1990 — "two years and a whole board for Mr. Yeltsin by electing

Then Mr. Yeltsin, searching for a that only 20 percent of the deputies deputy from an ethnic minority, chose Mr. Khasbulatov, an economics professor from Checheningushetia, whose chief qualification was apparently that be had no major party background. Mr. Khasbulatov stayed at Mr.

August 1991. In the subsequent election of a new speaker, Mr. Yeltsin pushed Mr. Khashnlatov

Khashulatov began to steer an independent course. He quickly saw an opportunity to cash in on the unpopularity of the changes introduced by Yegor T. Gaidar, the acting prime minister, and he began to snipe at them while continuing to proclaim loyalty to Mr. Yeltsin. He also quickly learned to take

advantage of the disoriented and disorganized deputies, manipulating the haphazard parhamentary procedures to ram votes through and amass powers. In the process, the speaker devel-

called Mr. Gaidar and his ministers "boys who got confused," which prompted them to walk out.

As for the legislature, it was not truly representative or democratic from its inception. When it was elected in March 1990, Russia was still a province of the Soviet em-pire, and "reform" still meant put-ting the right Communist in charge. Eighty-six percent of the deputies

were party members.

Although it did elect Mr. Yeltsin, he won by the slimmest of margins, and largely because of popular clamor. (In June 1991, Mr. Yeltsin was elected president of Russia by popular vote.)

Once the Soviet Union collapsed, the deputies found them-selves torn from their party, their positions and often their constituencies. They coalesced into a broad lifetime ago," as one magazine put array nf loose alliances, 14 at last it — provided the political spring-count, but without party discipline Voting patterns today suggest

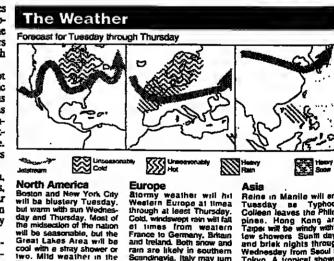
> while 35 percent regularly oppose bim. The rest, dubbed the "swamp," vacillate. For most deputies, the primary

goal seems simply to stay in office until their terms expire in 1995, and Yeltsin's side through the coup in it is this ambition above all that Mr. Khasbulatov bas learned to exploit.
But there is a growing question

whether even he can control the Once installed, however, Mr. deputies much longer. Opposition groups have become increasingly organized and vocal. With few real friends in these rising forces, Mr. Khasbulatov may well find that his best chances, once again, are with Mr. Yeltsin.

#### More Russians Leave Poland

WARSAW - The last Russian combat troops in Poland will leave this week, completing an 18-mouth withdrawal, the PAP press agency oped a brazen, arrogant style that said Sunday. A torpedo-boat unit is to leave the port of Swinoujscie on contrasts sharply with the tweedy, pipe-smoking facade of the profes-



Scandinavia. Italy may ium windy and rainy at midweek.

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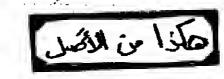
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# INTERNATIONAL HERALD TRIBUNE, MONDAY, OCTUBER 20, 2007 AMPAIGN '92 / PO Short From The American Stiffen Pre-Invas

#### linton Denies EC Deal to Stall Trade Pact

GRAND RAPIDS, Michigan — Bill Clinton denied a London wspaper report Sunday that his campaign had hatched a secret al with the head of the EC Commission to delay a world trade reement until after the Nov. 3 election.

President George Bush said it would be "a sorry, pathetic thing to

doing" if the report were true. "There's no October surprise, no secret missions," said one of Mr.

linton's policy aides, Bruce Reed.

The Democratic nominee concurred as he started a day of cam-aigning in Michigan. "No," he said. "Nothing to that."

The Sunday Telegraph of London had reported that the EC

ommission president, Jacques Delors, had a secret understanding ith Mr. Clinton to delay the trade agreement so that Mr. Bush ould be unable to take credit for a trade pact.

#### teligion Not Working as Bush Had Hoped

NEW YORK — Not surprisingly, Americans put the economy head of all other issues in determining how they will vote this year or president. But in a new national poll sponsored by the VISN aterfaith television network, 10 percent of respondents said the

retermining factor would be religion.

A telephone survey of 715 registered voters conducted early this nonth found that 74 percent said that a candidate's economic plan would determine how they would vote. But among those who ittended church more than once a week, the number who put conomics first fell to 50 percent, as against 26 percent who cited

conomics first fell to 50 percent, as against 26 percent who cited eligious issues.

The poll, conducted by Blum & Weprin Inc. of Manhattan from Oct. 8 to 10, also found that despite the efforts of the Republicans to paint themselves as the party of God in this election, the Democrats were well ahead among churchgoing Christians. Consistent with other polls, the new survey found Bill Clinton to be well ahead of President George Bush, even among voters who said they attended thurch five or more times in the last month (46 percent to 34 percent). Ross Perot won 4 percent of these churchgoers.

The two major candidates ran oeck and oeck among voters who believe "everything in the Bible word for word," with Mr. Clinton favored by 37 percent and Mr. Bush by 36 percent. Micheline Blum, president of the polling company, said the results demonstrated that the issue of religion, "which has been a focal point of Republican politics for the last 12 years, is not helping this year in the way that the Bush campaign hoped it would."

the Bush campaign hoped it would."

#### New Yorker Links Bush to Arms Scandels

WASHINGTON — New evidence puts Mr. Bush at the center of scandals, according to an article to appear on Monday in The New

Yorker magazine.

The article, by Murray Waas and Craig Uoger, describes a secret mission by the then Vice President Bush to the Middle East in July and August 1986, aimed at urging President Saddam Hussein of Iraq
to step up his air attacks on Iran. The mission, which the anthors said was initiated by the then-CIA director, William J. Casey, was intended to persuade Iran to buy more defensive weapons - a need

that Mr. Casey told Reagan administration colleagues he hoped would lare Iran back to the bargaining table in stalled talks aimed at trading U.S. arms for the release of U.S. hostages in the Middle East. The article, hased on elassified government documents and interviews with former government officials, says Mr. Bush met with King Hussein of Jordan and President Hosni Mubarak of Egypt and arked each to upper Mr. Saddam to esten to esten the principle. asked each to urge Mr. Saddam to start bombing deep in Iranian territory in a sharp escalation of the Iran-Iraq war, raging since 1980.

Within 48 hours, Iraq's previously cautious an force had changed its bombing patterns and carried out 359 bombing runs deep inside

Iran, a more aggressive pattern that continued for the several weeks. Iran eventually ordered more U.S. arms. But the mission failed to secure the hostages' release, the authors write, and blame that failure on the seizure of additional U.S. hostages, a marked escalation of the Iran-Iraq war and an increased U.S. tilt toward Iraq, which arranged billions in loan guarantees.

#### in California, Clinton's Coattalis Are Fraying

LOS ANGELES - In the volatile 1992 election year, at least this has seemed certain: that Bill Clinton would win California big, and that he would bring with him two female Democratic senators, Barbara Boxer and Dianne Feinstein.

But an upset could be in the making. By painting the liberal Ms. Boxer as a free-spending Washington insider, a 60-year-old Republi-can conservative who has oever held elective office before is swimming against the Democratic tide. Pollsters say he has surged in recent days, shaking the Boxer camp and feminists nationally.

The Republican, Bruce Herschensohn, is a former government filmmaker, aide to Richard Nixon and television commentator who

resembles few other politicians.

He advocates abolishing or cutting back nearly every federal agency except the Department of Defense. Mr. Herschensohn would repeal the Endangered Species Act, ban abortion except when the mother's life is threatened or in cases of rape and incest, replace the graduated income tax with a flat tax, and provide oo federal aid to rebuild after hurricanes, riots and other disasters.

Although the Boxer campaign has tried, it has been difficult for it to paint Mr. Herschensohn as a wild-eyed extremist, given that he is familiar to millions of Southern Californians from his nightly commentaries on KABC-TV here over 13 years.

Ms. Boxer's early lead has been halved, according to the latest

Field Poll, from 22 points in mid-September to 11 points in a poll taken Oct. 3-10. The polls of 900 registered voters had a margin of error of plus or minus 4 percentage points. Ms. Feinstein still holds a sizable lead in her race against Senator John Seymour.

More recent private polls show the Boxer-Herschensohn race even closer, though the Republican's own pollster. Arnold Steinberg, said he remained the underdog because Mr. Clinton leads Mr. Bush in California by a margin of 22 points.

(NYT)

#### **Quote-Unquote**

David Carney, a Bush campaign aide, on indications that Republican voters who have flirted with voting for Bill Clinton are returning to Mr. Bush: "What's happening basically is the Republicans are coming home to the president."

George Stephanopoulos, Mr. Clinton's communications director "We're still winning."

#### Away From the Hustings

The number of cocnine-related hospital emergencies jumpet 34.8 percent during the first three months of 1992, reaching record levels and dealing what White House officials acknowledged was a major new serback to the war on drugs.

To clear up recent embarrassing scandals in the House bank and and post Office, House leaders announced the hiring of a retired army general. Lieutenant General Leonard P. Wishart 3d, who concluded a 34-year army career last year, is to become the House's irst director of nonlegislative and financial services.

Columbia's astronauts grabbed a dotted abuniaum panel with the shuttle arm and swung it about the spacecraft's cargo bay to test a Canadian robotic vision system. The shuttle crew of five men and ne woman also launched a series of medical experiments.

A cleanup of California coastal water polluted by toxic sewage will cost more than 150 Southern California cities and sanitation districts 43.2 million in a case that occurred more than two decades ago, a ewspaper reported. The agreement is thought to be the nation's argust settlement of an offshore chemical contamination case, the Angeles Times said.

Hundreds of Los Angeles riot victims have filed damage claims ignist the city, county and state, charging inadequate police protection led to injuries and husiness losses. The city's senior assistant morney asserted state law and court precedent guaranteed governagencies' immunity from such claims.

A harricane watch and tropical storm warning for Bermuch were aspended after the harricane, designated Frances, headed away rom the island. Forecasters predicted it would gradually weaken.

• An apology for racist and sexist lyrics in their songbooks was emanded of two fraternities at the University of California, Los ingcies, and one group was barred from some campus activities, a diversity official said. The UCLA chapters of Theta Xi and Sigms I also must offer sensitivity seminars to members, and Theta Xi rust conduct service projects, a campus administrative officer said. Faulty parts on some types of cardiac pacemakers could cause the

evices to fail, the federal government said, and it urged doctors to losely monitor patients who had the implants.

### Defense Dept. Tried to Stiffen Pre-Invasion Note to Iraq

By Michael R. Gordon New York Times Service

WASHINGTON - Days before the Iraqi invasion of Kuwait, senior Pentagon officials sought to block a message from President George Bush to President Saddam Hussein that they feared was so weakly worded that it would send a signal that the United States was not determined to stand up to Iraqi aggression.

The previously undisclosed dispute within the administration in late July 1990 came as Iraq's troops massed on the Kuwaiti border.

Although the Pentagon's effort to draft a sterner message did not succeed, senior administration officials later became concerned that their diplomacy had not worked and on the eve of the invasion discussed sending a second, stronger presidential statement to Mr. Saddam. Before they could so do, Iraq launched its attack on Aug. 2.

The disclosures bear on the election-year debate over whether the Bush administration did all it could to deter an Iraqi invasion.

The administration's policy toward Iraq had been based on a directive issued by Mr. Bush in October 1989 to use economic and political incentives to moderate Mr. Saddam's behavior. The extent of the conciliatory approach emerged only after the war, leading to accusations that the war might have been avoided had

the president pursued a tougher approach.

Mr. Bush, who has portrayed himself as the candidate best capable of dealing with international crises, from its Arab allies.

**Perot Holds** 

First Rally,

**Bush Aides** 

Compiled by Our Staff From Dispatches

FLEMINGTON, New Jersey --Ross Perot made his first official

campaign appearance on day and

insisted that he could win the presi-

called dirty tricks by the campaign

of President George Bush that forced him to withdraw from the

race in July.
There's nothing to it," said the

presidential spokesman, Marlin

Fitzwater, in response to the dirty trick allegation. "It's preposterons.

At a rally at a stock car track in

Flemington attended by more than 10,000 supporters, Mr. Perot drove home the idea that a vote for him

"They say I'm crazy and every-

one who supports me is crazy," Mr. Perot told the crowd. Then, noting

his rise in the polls, cutting into

support for both Mr. Bush and Bill Chinton, Mr. Perot told the rally.

"You're driving them all crazy down there in Washington." "I have laid \$60 million on the

table so you can have a voice in

your country," Mr. Perot said,

echoing his campaign's populist

Mr. Perot also repeated allega-

tions that he made in a television

interview to be broadcast Sunday

night that the the Bush campaign

was threatening to use dirty tricks to smear his daughter. He said the threats led to his July withdrawal.

Mr. Perot accused the Republi-

can Party of preparing a fake photograph of his daughter, which it

ket tabloids.

aned to distribute to supermar-

He said the Republicans also

planned to disrupt his daughter's

wedding in August. "They've got a

bunch of neo-Nazis there that do

Mr. Perot said in interviews with the Boston Herald and CBS News

that he had given the Federal Bu-

this kind of stuff," be said.

There's simply nothing to it."

was not a wasted ballot.

Mr. Perot also described what he

Accuses

dential election.

has vigorously defended his diplomacy, saying that his goal was to "bring Saddam Hussein into the family of

But a reconstruction of events in the week leading up to Iraq's invasion, based on interviews with former and current administration officials, shows that some senior administration officials had grave reservations at the time about the White House's diplomatic efforts, believing they failed to take Mr. Saddam's threats seriously and to respond effectively. "We were already seeing troops moving," said Hen-

ry S. Rowen, then assistant defense secretary for international security affairs. "We were getting worried, and we were putting up this piece of pap. It was just very weak. We should have been much more

Mr. Rowen is oow a professor at the Stanford University Graduate School of Business and a senior fellow at the Hoover Institution.

Blunly describing U.S. diplomacy toward Baghdad as "a substantial policy and intelligence failure," Mr. Rowen, a Republican, said in an interview that Iraq's invasion might have been averted had Washington taken a tougher line.

A senior Waite House official disputed Mr. Row-en's analysis, arguing that Mr. Bush's message followed Iraqi statements that Baghdad was interested in negotiating a settlement of its disputes with the Ku-waitis. The official said the communication was consistent with advice that Washington was receiving

"We were being told by Mubarak and by King Hussein, 'Hey, don't worry about it,'" the senior White House official said, referring to President Hosni Mubarak of Egypt and King Hussein of Jordan, He said they advised that "it is a tempest in a teapot, that all Saddam was trying to do was achieve leadership in the Arab world.

But senior Pentagon officials, including Paul D. Wolfowitz, undersecretary of defense for policy, re-portedly shared Mr. Rowen's concerns. Mr. Rowen said he instructed Arthur G. Hughes, deputy assistant secretary of defense for Near East and South Asian affairs, to request the delay of the presidential message so the Pentagon could have time to propose a sterner

Mr. Hughes made the request to a senior aide to John H. Kelly, assistant secretary of state for Near East affairs. The Pentagon believed that it blocked the message, Mr. Rowen said. But the next day, Defense Department officials were informed by the White House that the original message had been sent.

A spokesperson for the State Department con-firmed that Pentagon officials expressed "reserva-tions" about the presidential communication to the State Department's Bureau of Near Eastern Affairs. But the spokesman asserted that "by the time we learned of their views it was too late."

■ Baker Role in Loans Cited

James A. Baker 3d personally intervened to extend U.S. loan guarantees to Iraq three years ago, contra-vening explicit, detailed warnings from a federal prosecutor that Iraqi officials were implicated in criminal wrongdoing on past loan guarantees, according to government documents,

Mr. Baker, then secretary of state, took the action at a time the State Department was eager to obtain Iraqi support for a U.S. plan, worked out with Egypt, for a new dialogue between Israelis and Palestinians on peace in the Middle East, the documents indicate.

The prosecutor's warnings included details of "criminal complicity" in the Banca Nazionale del Lavoro scandal by Iraqi officials who participated in negotiations with the Bush administration for \$1 bitlion in loan guarantees, granted in November 1989.

The prosecutor, however, did oot secure indictment of the Iraqis until the end of the Gulf War in February 1991. By then, the United States had released \$500 million of the loan guarantees, which Iraq is now considered unlikely to repay.

The documents reveal that Mr. Baker responded angrily when the Agriculture Department cited the reports of Iraqi wrongdoing in briefly suspending negotiations on new loan guarantees in October 1989. At an Oct. 13 meeting, Mr. Baker told staff members that it was "a step io the wrong direction" and ordered R. Jeffrey Smith of The Washington Post reported:

them to "get it back onto the table," according to notes taken at the meeting.

### Close Up, the Clinton Image Gets More Complex By Maureen Dowd

New York Times Service
LAS VEGAS — On television,

Bill Clinton radiates earnestness, empathy and polite deference, coming across as an odd bybrid of television evangelist and think-tank analyst. But in person, it is possible to see more: his commanding attitude and his supple political shape-shifting, his fasci-nation with and yearning for the adulation he gets, and his surfiness and finger-wagging upbraid-ings when something does not go exactly as he likes.

After a rousing, celebrity-powered rally in the once-conservative strooghold of Orange County, California, last Thursday night, Mr. Clinton lost his temper with a Secret Service agent when a comple of antograph seekers evad-ed a rope line in the parking lot of the amphitheater and got to the

"This is oot going to work if these people just walk up!" he snapped at the agent, his body tense and his eyes hard. But as he started moving toward the crowd again, he transformed his face back into the political mask of the easygoing country boy and resumed his loose, unhurned gart.

For all the years he has been in politics, George Bush is a transparent politician, easy to read

through verbal cases and body langnage tics. Bill Clinton, on the other hand, is more opaque and complicated, a curious and some-times calculated blend of Oxford polish and Dogpatch raffishness. of idealism and expediency, elusiveness and ego.

At one moment, the 46-yearold Arkansas governor will be biting his lower lip, Elvis-style, and beaming his "Aw, shacks, all this attention for me?" slack-jawed smile, assuring audiences that be does not want to be president for himself, since he has a good life in hair to confessing his sins to mut-Arkansas, but only to belp make ing his wife, and he has the con-America a better place for his 13- centrated air of one who is not year-old daughter, Chelsea, and about to let it slip away now.



Bill Clinton reaching for hands in Des Moines, Iowa.

the sort of decent, working-class folks he knows in Arkansas.

At the next moment, he will show flashes of pride and temper natural in a man who sees, tantalizingly within reach, the prize he has been hungrily moving toward for decades. Mr. Clinton has done what it takes, from restyling his

With polls showing his lead dropping he is releatlessly cross-ing the country, hoarsely selling himself as the hip, fresh, Kenne-dyesque alternative to a tired "ol' Bush," as he calls the president. This is a campaign on a fast and scary water slide to Nov. 3. The

noid, snappish and smug.

The campaign's nervousness was reflected in the attempts of

mood is, by turns, giddy, para-

Clinton still has problems on the trust issue, as reflected by polls. Because of the static about "character" questions that has surrounded his campaign, the portrait of Mr. Clinton has been a caricature of labels like "Slick Willie." draft-dodger and ladies' man. And because the candidate has been fashioning and refash-ioning his political image and message for so long, there is a packaged quality to his appearances that dims spontaneity and makes it difficult to discern the real Bill Clinton. It is hard to tell if the large crowds he is attracting

He pays close attention to the smallest details of his image: His aides confided that when he started jogging with Senator Al Gore, he became self-conscious about the long, baggy shorts he was wearing to exercise, reminiscent of the ones worn by overweight boys at camp, and has been trying to go shorter himself, if not yet quite as short as his fitter running

love him or simply the idea of

Like Dan Quayle, Mr. Clinton comes across as one who has long been a golden boy. Unlike the vice president, he does not try to wing it and leave much of the tedious homework on issues to others. At airports, he scans the so

with a predatory look, seeing if there are any potential voters to charm. He is so eager to work any rope line, offering a series of speech bites on education, heath care and taxes, that reporters have taken to chanting, late at night in the lifth city of the day, "Get in the car, get in the car!"

Some sides suggest that the Clintons are still uncomfortable with their new level of rock-starstyle celebrity, in which women scream as they once did for Frank Sinatra, hold up signs reading "Bill's a Babe" and "Blondes for aides to chastise and argue with Bill," and tell Mr. Clinton as they

shake his hand, "You're so much more handsome in person."

But it only takes a few hours on the campaign to see that Mr. Clinton gets the same adrenaline charge from working yet another group of voters screaming "We love you Bill!" that George Bush did from traveling overseas to at-tend meetings of his cherished global club.

Mr. Clinton tries to portray himself as the heir to both John F. Kennedy and Ronald Reagan. Last week, he even began saluting his audiences, in the way Ronald Reagan, another president who never went to war, liked to do, He has promoted himself, as Mr. Reagan did when he vanquished Jimmy Carter and Walter F. Mondale, as the avatar of uplifting oratory and Western swagger.

He posed on a Harley-Davidson motorcycle in a biker's jacket at the Milwankee airport; sat around in a white cowboy bat jawboning in a dusty auto parts store in Pueblo, Colorado, with a bunch of Western governors in matching white bats, and strode on stage in Montana, Colorado and Wyoming to music such as "The Magnificent Seven."

He presents himself as young caough to be hip, yet old enough to be presidential, even joking sometimes that he oeeds reading glasses to see his notes. Aides carefully choose the music for his rallies - from the Beatles' "Twist and Shout," "Revolution" and "Here Comes the Sun" to the Beach Boys' "Good Vibrations" - to underscore the generational

At the Orange County rally, Mr. Clinton acted shy as he joined Whoopi Goldberg and the singing nuns from her movie "Sister Act," in a rendition of the rock song "Shout." While he wants to be seen as with-it, he does not want to get too wild, so he limited his participation to elapping and occasionally calling out "Shout."

### Bush, Citing Arkansas, Assails Clinton on Crime

reau of Investigation a videotape that showed that the Republicans Compiled by Our Stuff From Disputches than twice the DETROIT — President George Mr. Bush said. planned to use a former Central Bush, buoyed by polls showing Bill Intelligence Agency employee to

interview Sunday night, said the head of the FBI's Dallas office had found oo evidence of wiretapping. Mr. Perot's accusations came as the Senate minority leader, Bob Dole, Republican of Kansas, said Mr. Perot should be considered for a position in the next administration if President Bush wins re-elec-

On CBS television, discussing another possible Bush term, Mr. Dole said, "There may be a place for Ross Perot in the next Bush

Asked in what capacity, Mr. Dole said, "I don't know, but it seems to me it's an idea that might he at least looked at. (AFP, AP, Reuters)

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tap the telephone of his office in Dallas. CBS, which was to broadcast the Mr. Bush, in an address to the of their sentence. annual conference of the International Association of Chiefs of Po-gan to sign into law a bill that lice, complained that "America got makes carjacking — stealing cars at too soft on crime in the '60s" and gunpoint - a federal offense. criminals if re-elected. Insisting that "government func-

tions to protect every citizen," Mr. port payments. Bush portrayed himself as tough on crime and suggested that Mr. Clinton would be more lenient. "We slowed the rate of violent cent of likely voters, to 35 percent crime the past 12 years," Mr. Bush for Mr. Bush and 15 percent for said, referring to his term and the two of former President Ronald In an interview on CNN on Sat-

kansas' violent crime rate went up race. about 60 percent in the '80s, more

Clinton's lead croding, on Sunday in Arkansas served only 20 percent criticized his rival's record on light of his term, while federal immates ing crime as governor of Arkansas. remain behind bars for 85 percent Mr. Bush used his stop in Michi-

vowed to lead a crackdown on He also signed a bill designed to crack down on parents who refuse to hooor court-ordered child sup-

> A New York Times/CBS News Poll published Sunday showed Mr. Clinton with the support of 40 per-

Reagan, whom Mr. Bush served as urday, the president said be refused vice president.

"Uoder Governor Clinton Arwho have declared him out of the

"If I based my determination to

WHEN

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than twice the oational average,"

Mr. Bush said.

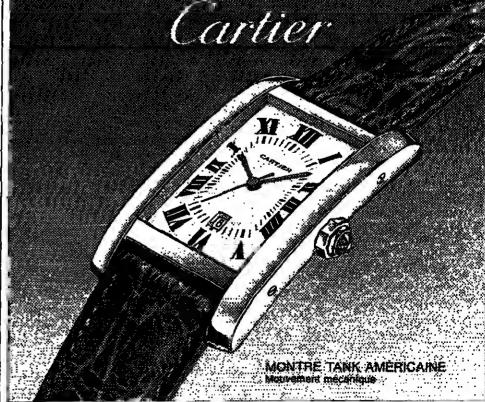
He said the typical prison inmate

win and conviction I was going to win on what I see in the polls or the analysis in these television programs nationally, I probably would have folded my tent," Mr. Bush said. "We're going to win the election because we're right on the is-

away from discussions of Mr. Clin-

He added, 'Tm absolutely con-vinced of that." in Montgomery, Alabama, by jok-ing about Mr. Clinton's anatomy The president sought to stay and questioning his manhood.

A championship bass angler, Mr. ton's personal character, but that Scott told a crowd of about 8,500 did not stop Ray Scott, a longtime that Mr. Clinton had refused to fish Bush friend, from warming up a with him. "He's a sissy," Mr. Scott morning rally at a shopping center said.



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### West Seen Escalating Involvement in Balkans After U.S. Vote

bian expansion.

that Serbian actions will encourage

similar operations by embattled

minorities in the republics that

made up the Soviet Union, accord-

ing to two former foreign ministers,

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Hans-Dietrich Genscher of Gen-

By Joseph Fitchett onal Herald Tribune

ROME — A gradual escalation of Western military involvement as part of international efforts to contain the fighting in the former Yu-goslavia is likely once the United ment." States presidential election is over, American and European officials

and specialists predict. Top officials of the North Atlantic Treaty Organization said that, even if it was impossible to devise an overall hlueprint for terminating the civil war, the United Nations Security Council could still order limited military action that could have a beneficial impact in humanitarian and perhaps political

Implicitly criticizing allied gov-

months as Serbian intentions have forces there from peacekeepers to George Bush toward deeper U.S. many and Jiri Diensthier of leader, Jacques Chirac, said that become clearer, Manfred Wörner, NATO's secretary-general, warned against a tendency to say that the West had only two choices: "total inaction or total military commit-

"This is precisely the false dilemma that aggressors will always seek to exploit once they perceive that the international community is not prepared to use force," Mr. Worner said at a defense conference sponsored by the International Herald Tribune and the Italian oewspaper Corriere della Sera

More cautiously, NATO's top officer, General John M. Shalikashvili, warned that a UN proposal to enforce an air-exclusion zone ernments' indecisiveness in recent over Bosnia would change allied

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A more useful initiative, he said. might be to send allied troops as peacekeepers to tense areas like Kosovo in an effort to head off fighting there between Serbs and ethnic Albanians and reduce the risk of seeing neighboring countries drawn into the conflict.

Although Europe has been unable to undertake any military action on its own to contain the fighting. Zhigniew Brzezinski, who headed the National Security Council in the Carter administration, said that "there will be a greater propensity after the U.S. election to act" in the Yugoslav

Initial moves by President

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involvement have halted in recent weeks, apparently in order to avoid Mr. Genscher, stressing the need suspicions that the administration

for oew forms of trans-Atlantic cowas exploiting a foreign crisis for operation to cope with new forms electoral purposes. Once the camof instability in post-Cold War Eupaign is over oext week, that obstarope, said the European Communicle will disappear, and Governor Bill Clinton, the front-runner in the ty and the United States should seek a new special relationship that race, has indicated that he would covered economics as well as secufavor more forceful military action to back UN resolutions to halt Ser-

In a similar call for a fresh start The loternational daogers emerging in the former Yugoslavia are dominated by the growing risk the French Gaullist opposition tain Western security.

Washington and Paris should start bilateral talks oo reorganizing NATO along lines that would permit stronger French participation in the alliance's military activities.

Italian officials who addressed the conference, including Prime Minister Giuliano Amato, Defense Minister Salvo Ando and Foreign Minister Emilio Colombo, pledged that their government's economic austerity campaign would not be in U.S.-European relations, Pierre carried out in ways that jeopar-Lellouche, diplomatic adviser to to dized Italy's role in helping main-

Mate Boban, radical leader of

the Bosnian Croats, tightened his

president of the Croat Democratic

Forum in Bosnia and had a moder-

He made it clear that he would

choose the new Bosnian president

when Alija Izetbegovic, a Muslim

stepped down in December, and

pursue his policy of dividing Bos-nia along ethnic lines. The alliance that once united

Muslims and Croats against the

Novi Travnik and tension rising in

the Herzegovinan capital, Mostar.

Mr. Izetbegovic, increasingly

desperate, said he was considering

### **Bosnia Fighting Halted** After Warplane Threat

SARAJEVO, Bosnia-Herzegovina — Croatian forces called a tem- grip on power when he was elected porary halt to attacks on Serbian positions near the southern tip of Bosnia-Herzegovina on Sunday af-ter Bosnian Serbs threatened to use from the Bosnian leadership. warplanes if the fighting continued. The Serbian commander in the town of Trebinje, Colonel Vlado Spremo, said the area was relatively calm for the first time in five days and that Croatian, Serbian and Bosnian leaders were trying to ne-

gotiate a cease-fire. The area between Trebinje in Serbs appeared to have crumbled, lezzegovina and Dubrovnik on the troatian coast is a patchwork of central Bosnian towns of Vitez and Herzegovina and Dubrovnik on the Croatian coast is a patchwork of ethnic divisions that has seen much heavy fighting - first in the Serbian-Croatian war last year and now in the conflict over Bosnia.

Colonel Spremo said Croatian agreeing to the ethnic division of forces had launched artillery, tank and infantry attacks along a 40-tion to the idea. Colonel Spremo said Croatian kilometer (25-mile) front since the final withdrawal on Tuesday of

Yugoslav federal troops.

There have been no reliable casualty figures, but the assault has prompted a complaint by the Yugoslav president, Dobrica Cosic, to the joint European Community-United Nations peace conference. In addition, Radovan Karadzic, leader of the Bosnian Serbs, said on Bonn. television that he was seeking authorization from the conference cochairmen, Cyrus R. Vance and grounded two weeks ago in re-

Germany's foreign minister on Sunday likened detention camps in the former Yogoslavia to the "dreadful atrocities" of Germany's Nazi era and appealed to Mr. Vance and Lord Owen to force their immediate dissolution, The Associated Press reported from

■ A Call to Close Camps

The foreign minister, Klaus Kinkel, said the camps, where mostly Muslim civilians have been held by Lord Owen, to use warplanes ethnic Serbs, "must be closed im-grounded two weeks ago in re-mediately," according to a Foreign

#### **False Alert on Amsterdam-Bound Jet**

sponse to a UN resolution.

AMSTERDAM - The Amsterdam airport went on alert when an Israeli Boeing 747 cargo jet radioed that it might be on fire, but it proved to be a false alarm.

possible fire on board on Saturday Amsterdam apartment complex night shortly before landing at just after takeoff.

Schiphol from London. But it touched down safely with oo sign of any fire. An El Al official said that there were oo problems with the plane and that it was taking off for New York.

The El Al freighter reported a Boeing 747-200F, crashed into an

### **AMERICAN TOPICS**

#### Numbering Lawyers For Identification

As people and the practice of law have become more mobile. an increasing number of lawyers are obtaining licenses in more than one state. That way. New York lawyers can serve clients who retire to Florida, and lawyers from Kansas City. Missouri, can work in Kansas City, Kansas. But, The New York Times says, this also enshles lawyers who have been disbarred in one state to hang up their shingles elsewhere.

Now the American Bar Association is tackling that problem. Its House of Delegates has approved a plan to give every lawyer in the country an identificaoon number by 1994.

The head of the bar committee that proposed the system. Raymond R. Trombadore of Somerville, New Jersey, opposed it a decade ago, comparing it to wearing one of those tags that game wardens use to keep track of caribon,
"I thought, We are people,

we are not numbers." Mr. Trombadore recalled. "But I've grown convinced that it's not demeaning or disrespectful, but necessary

With this decision, lawvers are merely catching up with doctors, who did the same thing 60 years ago. "Lawyers generally take a lot longer to do things than doctors," Mr. Trombadore

#### Short Takes

A cool summer has cut the pumpkin crop, and prices have risen accordingly. Typically, jack-o'-lantern pumpkins that sold last year for 7 cents a pound (15 cents a kilogram) have gone up by a nickel to 12 cents a pound. For a 35-pound pumpkin, that is an increase of \$1.75, to \$4.20. But a record com harvest is expected this year. The U.S. Agriculture Department is predicting a record crop of 8.94 billion bushels (more than 300 billion liters). Farmers are not necessarily happy, since in many places the price has dropped below the \$2.50 a bushel many say they need to break even. But livestock feed will be cheaper.

European-style bed-andbreakfasts have caught on in the United States, from 1.000 in 1980 to 20,000 today. But service and quality vary enormously. Now, many purveyors of food and lodging in private homes have organized the

American Bed & Breakfast Association to draw up and enforce standards. A spokeswoman said the chief complaints are an said the chief companies are "ioconsistency, overcharging misleading advertising, socoty attitudes, unreasonable policies, inflexible innkeepers and poor security."

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A man who was studying a-book on chess in the New Ro-chelle. New York, library was handcuffed and charged with trespassing after he refused to put away his game board, Louis Taylor, 41, said he was poring over the book with his chest. board open when a librarian told him board games were not allowed. When he balked at putting it away, she called the police. "This is a public library," the police quoted her as saying "It's not a recreation center."

From 8 million to 12 million people in the United States are vegetarians. Cooking for those who eschew meat has reached gourmet level. Lentil loaves and bowls of boiled greens have given way to such delights as truf-fled wild mushroom and root vegetable torte with parsnip poree and red wine butter or braised French green lentil ravioli with vinaigrette. The United States remains a solidly meateating country, however, de-vouring 50 times as much meat times as much as the Chinese.

#### Many Sous-Chefs Like It That Way

Hail to the sous-chef, whn outranks everyhody to the kitchen but the chef. Many sous-chefs prefer not to move up to chef. Molly O'Neill reports in The New York Times. since they get to do the cooking while the chefs are consumed by administrative and social obligations.

"As American restaurants have gone from mom-and-pop eateries to multimillion-dollar dining rooms." Ms. O'Neill writes, "chefs have begun to spend less time at their stoves and more time buffing their images through television and social appearances. As the best chefs sought out local and often organic ingredients, food purchasing became more and more time-consuming, as did accounting and cost control."

And the sous-chef's role has grown accordingly. Sottha Khunn, the Cambodian-born sous-chef at Le Cirque, one of Manhattan's best restaurants, was given the chance to put on the top toque when the chef resigned. He declined.
"I like to cook," he said.

Arthur Highee

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### **Patten** Challenges China for Ideas on **Hong Kong**

LONDON - Governor Chris Patten of Hong Kong has challenged China to come up with its own proposals for greater democracy to the British colony.

Mr. Patten's plans were rejected by China, which takes over the colony from Britain in 1997. He said : he believed his plans were "moderate and restrained.

"If China have alternative proposals which they want to put forward they should say what they are," Mr. Patten said in a radio interview. "They can't go on saying 'no' without putting their alterna-

Margaret Thatcher, during her tenure as prime minister, signed an agreement in December 1984 under which Beijing promised to maintain Hong Kong's social and

Mr. Patten was speaking after his first visit to Beijing as governor, during which the Chinese leader-ship snohbed him at every turn.

China's top official responsible for Hong Kong, Lu Ping, threat-ened all-out confrontation and hinted that Beijing might dismiss Hong Kong's legislature, cabinet and judiciary in 1997.

Under Mr. Patten's proposals, Hong Kong residents would be able to elect, directly or indirectly, the majority of their legislature for

"I think that they do represent a way forward which should and could survive through 1997 and beyond," Mr. Patten said. "I also believe that because my

proposals are moted in public opinion and because they will, in my judgment, work, nobody would want or should want to change them in 1996 or 1997." In another development, a Hong

Kong journalist was arrested in Beijing on Sunday on charges of bribing officials to get Communist Party secrets, the official Xinhua press agency reported.

It said Leung Wai Man of the Express newspaper in the British colony had engaged in "activities incompatible with her status," which in Chinese legal jargon

The Express, in a scoop, pub-lished a secret draft of the keynote speech delivered to the 14th Comnunist Party Congress this month by the party leader Jiang Zemin. Xinhua did not mention that story, which appeared before the meeting officially opened, embarrassing

mitted her guilt. It did did not indisaying only that investigations

He coulding.

Hong Kong reporters are famous or their aggressive style of news sathering. They are a particular hreat to Beijing since they blend in with the local population and are sarder to monitor than their Westm counterparts.

Crisis

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Talks

### Internal Disputes Leave Japan's Governing Party in Disarray

By James Sterngold
New York Times Service TOKYO - Japan's governing party has been riven by one of the most vicious power struggles to erupt here in years, with the furious maneuvering to succeed the head of the Liberal Democratic Party's largest faction leading to a split that threatens to paralyze political decision-making and force a cabinet reshuffling.

Many commentators have said they were appalled at the spectacle of this nonstop infighting over a successor to Shin Kanemaru, known for years as a political kingmaker.

It does not involve a single issue of policy, but it has dominated the press for several days and nights, pushing aside discussion of Mr. Kanemaru's connections to an organized crime boss and the oft-repeated call for political reform. The spoils of the fracas are control of the

party's largest faction, which virtually appoints prime ministers, doles out paironage and must approve any important policy initiatives by the

Although there is no talk yet of Prime Minister Kiichi Miyazawa being forced to resign because of the chaos and the critical loss of support from the divided faction, his approval rating in polls has plummeted and if the split cannot be mend-

ed, the cabinet is expected to be reshuffled.

The Mainichi Shimbun, a leading newspaper, reported at week's end that its latest poll found. the approval rating of Mr. Miyazawa's cabinet at 14 percent, the second-worst showing for a cabiuet since World War II. The public appears to have been angered in part because Mr. Miyazawa came into office promising that factional dis-putes of this sort would have no part in his

"I do not know exactly what they are discuss-

ing at their meetings, but I cannot imagine they are debating the establishment of an anti-corruption law, or whether Japan should open its nice market," said Satsuki Eda, head of the United Social Democrats, an opposition party. This is clearly a fight for hegemony, totally lacking in concern for the nation and the people."

The battle broke out after Mr. Kanemaru, long known as the don of Japanese politics, was forced to resign from the parliament after he admitted accepting an illegal \$4 million contribution from a trucking company with close ties to an organized crime family.

There are signs that Mr. Kanemaru will retain some influence over the faction, but in a show of contrition he had to give up all his offices. That kicked off a struggle for power by Mr. Kanemaru's followers and those allied with Noboru Takeshita, another shadowy power broker who was forced to resign as prime minister during an influence-peddling scandal three years ago.

Mr. Kanemaru's protegé, Ichiro Ozawa, initially tried to take control, hus was forced to back out of the race because he is regarded within the faction as dictatorial. So he put forward a surrogate, Tsutomu Hata, the mild-mannered finance

Mr. Hata is known for his once-vigorous de-fense of keeping Japan's agriculture markets closed. He argued several years ago that the country could not import U.S. beef because Japanese intestines were different from those of Americans and could not properly digest the Western meat. The beef market is now open.

He has faced off against Keizo Obuchi, who is known here principally for his dislike of Mr. Ozawa and loyalty to Mr. Takeshita. Mr. Obuchi has held a variety of minor cabinet positions, most recently as chief cabinet secretary under

leader, and no votes are taken. Instead, there has been a long series of meetings, with intermediaries shuttling between the various groups, trying to influence party elders who nominally make

the choice based on the frail notion of consensus. But when it appeared the anti-Ozawa forces had succeeded in pushing Mr. Obuchi for the job. the group led by Mr. Ozawa and Mr. Hata pulled out of the meetings. Mr. Obuchi was declared the victor by one set of elders, and Mr. Miyazawa

appeared to back him as the winner. Mr. Ozawa insisted the choice was invalid, and his group refused to recognize it. That created a facto split in the giant faction.

Although the split is not over policy differences, it could have a big impact on policymaking hy turning the Liberal Democratic Party inward and keeping it absorbed with its own



Shen Tong speaking to reporters as he arrived in Boston after his expulsion from China.

### China Expels Shen, Student Leader

By Sheryl WuDunn New York Times Service

BELJING - A prominent Chiuese student leader who was detained early last month after he returned from exile in the United States has been deported by the public security authorities, who said he had "confessed" to engaging in anti-government activities.

The police drove the student leader, Shen Tong, 24, to Beijing airport, allowed him to meet his mother and other family members, and then put him on a plane bound

The authorities apparently decided that expelling him — even though he is a Chinese citizen would result in less international

protest than putting him on trial. Mr. Shen was detained in Beijing on Sept. 1, just hours before he was to hold a news conference. He had completed a monthlong journey throughout the country to help organize a China chapter of the pro-democracy organization he heads in the United States.

A statement issued by the official Xinhua news agency said he had acknowledged trying to form a

national pro-democracy network.

"He confessed his illegal activities involving the establishment of anti-government organizations in China at the instigation and with the support of certain foreign forces," the statement said. "He admitted his guilt in carrying out illegal activities and asked for leniency. In view of the fact that Shen Tong has shown signs of repentance and considering his request to return to the United States to continue studies there, the public security department concerned allowed him to leave the country."

### New Fighting in Somalia Cripples Aid Effort

BAIDOA, Somalia - Fresh fighting in southern Somalia has seriously disrupted international relief efforts for famine victims, and thousands of civilians are on the move in search of food and safety, United Nations officials said Sunday.

UN planes evacuated live staff members from the southern town of Bardera, 325 kilometers (200 members from the southern town of Bardera, 325 kilometers (200 ward toward Mogadishu, 400 kilometers away, the UN officials said.

urday after gunmen fought over t0 tons of relief food.

All deliveries of food to 40,000 starving people in the southern port of Kismayu stopped Saturday because militiamen fired anu-aircraft guns at two planes operated the Red Cross

The main movements of civilians are from Bardera eastward toward

It is the second time this month, we have ever seen," said one UN that foreign relief workers have had official who visited the town. Emato abandon their work in Bardera, one of the most important food distribution centers in the south.

They first fled about two weeks

ago when militiamen led by Mohammed Siad Barre Morgan drove out the forces of a Mogadishu war-lord, Mohammed Farah Aidid. Some 200 people a day are now dying of starvation in Bardera, offi-

ciated bodies litter the dusty streets, he said.

Details of the fighting in the south are sketchy, but Mr. Aidid appears to be launching a counter-

attack on Mr. Morgan.
Somalis expect Mr. Morgan's
forces to attack Kismayu within days. They said the city was already in chaos because of a feud between two clans, the Galgeel and the Orah

### War-Torn Maputo's Artistic Flowering

By Jane Perlez New York Times Service

MAPUTO, Mozambique - At a crowded, stylish art opening here, guests could have been forgiven for thinking they were at a SoHo gallery in New York during the go-go years. Patrons circulated around bold canvases and sophisticated sculptures in a split-level loft.

A video of painters at work played in one corner. And the hottest artist in town, a mysterious woman from the provinces known simply as Renata, wearing 1950s pink simplasses and a blue pants suit trimmed with safety pins, showed off her ceramics to adoring elients.

The event at the Brazilian Center was just one of several art happenings in this art-crazed city. Days earlier, Engenio Lemas, a sculptor and critic, unveiled his 12-foot (3.6-meter) Calder-like outdoor iron sculpture whose spherical pieces, three years in the making, appeared to float on the grass.

For a change of tempo, there was an exhibi-tion of photographs of Makonde sculpture, the tribal art whose spirit animates much of Mozambique's modern art.

"I am not being chauvinistic, but Mozambique is in the avant garde — certainly in the southern African zone and probably elsewhere in Africa," said Malangatana Valente Ngwenya, a 56-year-old painter who is regarded as the father and nurturer of the vibrant contemporary art scene here.

"I know when I go to Tanzania, you don't find the boiling point that you do among the young artists of Mozambique," he said. "I passed by a cultural center yesterday where there will be a show of young artists. These young artists can pull you, can make you think wice about how to start a new painting."

Theores abound about why in a country where a 16-year-old war has ruined the economy and killed a million people, there is so much new art and such a fraternity of artists who meet and talk and exchange ideas.

"Every day, I have hundreds of people asking if they can use the center to show their art," said Luiza Helena Bennett, the director of the Brazilian Center. "It's incredible, very impressive." The show that opened the other night juxtaposes fresh works of Ngwenya with those of younger painters as well as pieces from over-

Mr. Ngwenya - known as Malangatana in art circles here and in Portugal, where his works are prized - said there were probably two explanations, internal and external, for the abundance of art. He remembers growing up in a village in southern Mozamhique where there

was pleaty of creativity.

"Aside from making useful things like gourds, people carved things for witch doctors. and there were very strong, impulsive dances,"

he said. "And there was poetry." Just as important as this innate imagination, of Portuguese colonialism and what he calls its double-edged character.

"The colonial situation helped stimulate art." he said, as he showed a visitor around his rambling house, where be is in the midst of huilding a cultural archive for Mozamhican painting, sculpture and anthropological trea-sures. "Until 1975 when the Portuguese left, you didn't find any black doctors, or architects, or any blacks with academic credentials. This racism helped a lot to make people express

"But also there was a kind of nonracism," he added, "because there were some restaurants where blacks and whites could go. You could be drinking with a Portuguese hut at the same time you could be swept off the streets. The relationship was sweet and sour,"

Taken under the wing of a Portuguese modernist architect, Mr. Ngwenya had access to paints and canvas. With these he created works in the 1960s and 70s, often in hrilliant oranges and reds, suggesting the torment the Mozamhicans suffered under the Portuguese.

After independence, he supported the new government but tried, he said, to send signals through his art that as the country slid into economic chaos and war, all was not well, "I'm a social painter, but not in a pamphleteering

### Kashmiri Protest Is Called Off

MUZAFFARABAD, Pakistan - Kashmiri activists called off a cate what action would be taken, march to the heavily defended cease-fire line with India on Sunday after Pakistani forces shot into crowds of protesters, killing a stu-

> Leaders of the march were arrested, and officials said about 25 people were injured, most when police used tear gas and threw stones to disperse the marchers.

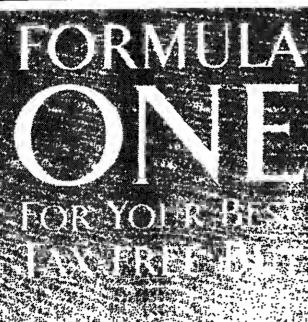
Officials of Pakistan-ruled Azad Kashmir said the marchers opened fire first. Some marchers said security forces opened fire from behind as they massed at barbed wire placed across a narrow road about

Leaders called off the march but

15 kilometers (9 miles) from the

said they would not abandon efforts to show support for an uprising against Indian rule.

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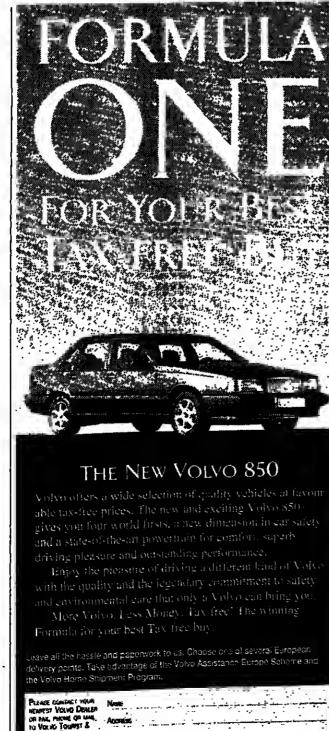
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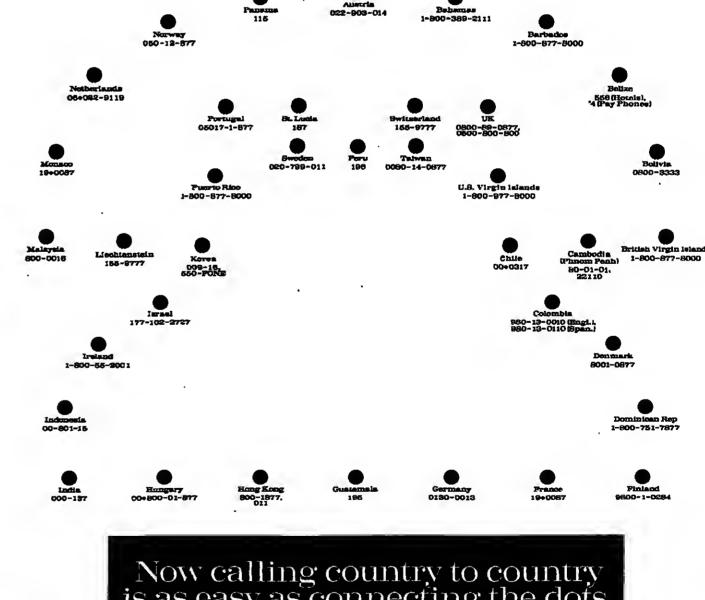
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opportunities, are being lost in Yngoslavia. American hopes of NATO

being slowly suffocated by the Yu-

The Bush administration has

authorizing (i.e., threatening) mili-tary actions that in the end it will

not take. The intervening headlines

suggest to the American public that

thodically dismember Bosnia and

prepare for a showdown on Kosovo.
"You cannot use a military op-

tion you do not have, and it is not

helpful to pretend otherwise," Lakh-

dar Brahimi, Algeria's foreign minis-ter and one of the world's shrewdest,

goslav tragedy.

Except that lives, and strategie

### **Clinton for President**

Paradoxically, this has turned out to be the most popular and least popular Americompletely stumped by the need for leadercan presidential campaign in years. It is the most popular in the sense that a great many citizens are paying close attention. The debates, and political television generally, have been drawing big audiences, and voter registration is up almost everywhere.

It is the least popular campaign because the voters do not much care for the candidates. Even at this late stage in the campaign, only four out of 10 of each candidate's supporters strongly favor their man. Thus in 1992 the usual question — Which candidate is best? - has changed to: Which candidate is disliked least?

Meanwhile, history and circumstance than his rivals, manifests qualities of leader-make this a pivotal election. It could mark a ship: intellect, years of immersion in govnational turning point; a Democratic vic-tory would bring undivided government to people — and the perseverance that has Washington. And it will certainly mark a global turning point: It is the first election since the end of the balance of terror.

President George Bush has been a sensi-instinct for ordinary people's concerns and ble steward of America's foreign interests. for social unity, he could be even better. President George Bush has been a sensi-

The president can rightly claim credit for substantial accomplishments, including do-mestic legislation like the Americans With

Disabilities Act. His successes, however,

have been mostly international. In his finest

hours, be orchestrated the remarkable Desert

Storm coalition that triumphantly reversed

Saddam Hussein's aggression against Ku-

wait. Although suspicion now swirts about previous relations with Iraq, Mr. Bush man-aged the enterprise with a virtuosity and

resolution that make his domestic dissem-

ing the Israeli-Arab peace talks. He had an

important hand in Germany's unification. He has been a constructive if sometimes

grudging force for the transformation of the

former Soviet Union and Eastern Europe.

His administration worked capably to end

violence in Central America. Just a year ago, largely because of his diplomatic achievements, he was overwhelmingly popular. People chuckled over his often wacky diction. But now many voters turn away impatiently,

In 1988 he proclaimed the seminal six

words of his presidency — "Read my lips:

No oew taxes." Yet in 1990, to avoid ampu-

tating great chunks of government, he repu-

with Congress. Then last March he repudi-

ated that, thus denying himself any plausi-

repelled by his contradictions.

as part of a cogent policy plan?

He deserves unstinting credit for launch-

George Bush

bling look all the sorrier.

offered were some timid little remedies in his State of the Union speech and some incoherent promises to the Republican convention. Not till after Labor Day did he issue an "Agenda for American Renew-

ship to move the country out of economic

stagnation and spiritual unease. Ross Perot,

self-made hillionaire, charms voters by, as

be might say, talking turkey. But he torpe-doed his credibility in July by jumping his own ship for two months. For all his busi-

nesslike confidence, he seems bereft of the

skills needed to manage the grinding colli-

Bill Clinton, although highly regarded by

nther governors, has not previously been

tested on the national stage. He has, when pressed, shown a discomfitting tendency to

blur truthful clarity. But he, much more

carried him through a brutal campaign.

These concrete characteristics equip Mr.

Clinton to be a good president. With his

sions of political interests.

al" - about a year late. If the president's economic management is thus exasperating, his positions on individual rights are often infuriating. In a climate that cries out for racial healing, he derided even a modest civil rights law. In the AIDS plague years, a time that cries out for somber sensitivity, he aligns him-self with intolerant convention speakers eager to disparage, as Pat Robertson did with a sneer, ho-mo-sex-uals.

Bitter differences over abortion rights have divided the country for a generation. Mr. Bush has carried his right-to-life position to radical extremes, like his veto in June of a bill to permit use of fetal tissue transplants in research on Parkinson's disease.

His high-level appointments have some-times caused even loyal Republicans to wince, starting with his choice of Dan Quayle as vice president. Mr. Quayle is not the featherweight he is often made out to be, but since when is mediocrity a standard of choice for a standby president?

The imminence of other presidential appointments means that this election will determine the future of two branches of government. Mr. Bush is determined to appoint justices whn will push the Supreme Court hard to the right, well into the terms ble leadership path.

With such slow growth in this nearly stagnant economy, many Americans feel his latest nominee. Justice Thomas has the pinch of tough times. Yet Mr. Bush has shown himself to be so ideological that he done little to show that he understands the attacks even conservative colleagues with pain or that he has a reasonable idea of how slogans. Yet Mr. Bush voices pride in this to respond. Even if his deepest instincts tell appointment, and promises more like it, him that government should keep its clumber. He is an admirable American — war her

He is an admirable American - war hero, entrepreneur, devoted father and grandfasy hands off the economy, why not say so, ther, who has given thousands of endless For a generation now, even Republican days to public service. He has often been a presidents have accepted the idea that prudent manager. None of that, however, Washington should try programs to stimu-late a flagging economy. All Mr. Bush ship, his capacity to govern has collapsed.

WASHINGTON - Be he George Bush or Bill Clinton the president Americans will elect Nov. 3 could wind up presiding over an era in which "symbolic security politics" come to dominate, and corrupt, international affairs.

This is the temptation the victor must resist: The trend among the great powers is to substitute symbolic actions that relieve domestic political pressure for strategies that would respond to the new security threats of the post-Cold War world. I adapt the term symbolic securi-ty politics from a talk given recently

American hopes of NATO revitalizing its credibility as the guarantor of European security are being slowly suffocated by the Yugoslav tragedy.

at a Washington seminar by the British strategic thinker Lawrence Freedman. He described a phenomenon that policymakers, scholars and politicians have begun to ana-lyze from different points of view, but with the same growing concern.
Instantaneous global communi-

cations place growing demands on governments and the United Nations to "do something" about intractable conflicts and tragedies in distant places. These demands come at a time when a deepening global economic recession and the end of the Cold War limit the resources and the will to support significant in-volvement in those conflicts.

This global catch-22 is described by one European diplomat in Washington as "the CNN curve": Instantly relayed televised images

#### By Jim Hoagland

Settling for Do-Nothing Security Politics

"of suffering in Bosnia and Somalia generate public outrage and de-mands that this inhumanity be stopped," the diplomat notes. "But when the pictures of the body bags being brought home from a big intervention to change things start showing up on the screen at home, then the curve swings quickly the other way and everybody is demanding who was stupid enough to get us into this. What government can afford to

get caught on that curve?" The temptation is to temporize and make gestures, to issue tough words with no intent of following through on them. That is exactly what America and

Western Europe have done in the wars of the ex-Yugoslav republics. Relief flights and convoys are mounted to keep alive the besieged residents of Sarajevo and other Bosnian towns until they are worn down militarily or liquidated hy attacking Serbian forces.

Mr. Freedman cites the recent establishment of competing monitoring forces in the Adrian Western European Union security orga-nization as the epitome of symbolic security politics. The ships monitor the Serbian coastline, legally closed to trade by United Nations eco-nomic sanctions. But these forces the ultimate voyeurs - are not authorized to intervene to stop sanctions-breaking. In any event, most smuggling into Serbia comes over-land or by the Danube, not by sea.

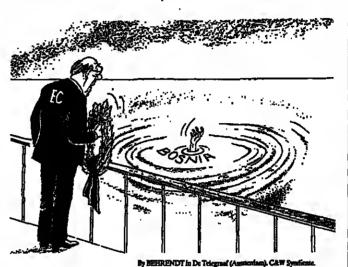
"This is the perfect example of nations making sure they take ac-tion precisely where oothing is hap-pening," says Mr. Freedman. "No-body can figure out what to do. So you get symbolic politics as the answer." By insisting on deploying both NATO and WEU forces, "America and Europe are having an argument about who is not pre-

recently in Washington. "It is the political situation that has to be dealt It is the old story of the man

with" in Serbia and Bosnia. searching for his lost keys blocks French Foreign Minister Roland Dumas expressed the same sentiment, and frustration at the "CNN curve," in a recent conversation:
"Public opinion, even public emotion, has to be taken into account revitalizing its credibility as the now much more. But policies cannot guarantor of European security are be driven by emotions. Governments have to be aware that people will cry for 24 hours on the fate of Somalia's children, and a few days later anothmastered a strategy of going to the er emotion on another subject will United Nations to seek resolutions

take over equally strongly. This is a key problem of a future in which national power will decline for most important governments and fragmentation of existing nationsomething is being done about Ser-bian aggression. If Americans are fooled, Serbs are not, as they mestates will spread. Increasingly desperate world leaders seem in be swimming separately in an angry sea rather than paddling together in the same boat. Nov. 4 would not be too early for the victor of the U.S. presidential campaign to begin to assert real leadership to change that.

The Washington Post



### Quickly, UN-Guarded Refuge Enclaves in Bosnia

N EWARK, New Jersey — Ethnic cleansing, massacres, concentration camps, rape and torture pale by comparison with the horrors the

coming winter will bring in Bosnia. Some 4½ millinn people remain, but there is no economy, no production. Inventories are near exhaustion. Utilities, electricity and water are mostly nonfunctional. Almost 1½ million people are homeless. Many others live in badly damaged homes. To meet the emergency it would cost about \$5 million a day for food alone and hundreds of millions of dollars for shelter. These funds are not yet in hand.

If the money were available now, and if the fighting stopped tomorrow so that relief convoys could move unhindered, it would still be nearly impossible to provide relief in time, Rolling stock is insufficient, and time is too short. Snow flurries have already begun in the mountains.

But the fighting has not stopped. It is easy for guerrillas to hlock convays. The back roads oow used to transport relief goods are small and mountainous, and trucks will soon be impeded by snow, Before adequate relief activities can start, the fighting must be stopped and the return of displaced persons facilitated.

The international community is making cfforts in this direction. The United Nations Protective Force has been beefed up, and forces are being sent into some of Bosnia's most volatile areas. The rules of engagement for UN troops now allow greater freedom in defending humani-

By Theodore McCarrick The writer, archbishop of Newark, recently led a delegation from the U.S. Catholic Conference to the former Yugoslavia.

tarian convoys. The office of the UN High Commissioner for Refugees plans increased monitoring to help protect innocent populations.

These initiatives must be supported and their implementation pressed hard. Certainly, every effort must be made to help people remain in place in Bosnia. But who can believe that peace and stability will return before winter sets in? This is a situation in which there is no good solution. All are badly flawed. But in terms of a practical response that tries to save as many lives as possible within the limitations of the financial. logistic and political constraints we face, one urgent initiative comes to mind.

The UN Protective Force has recently redefined its role and angmented its forces to better ensure the delivery of relief supplies. The force's role must now be further expanded to include a responsibility for carving out discrete security enclaves within which those displaced persons who must be moved can be housed for the winter. These security enclaves should be defended by UN troops from all attackers and should be open to all displaced persons who wish to move there.
Within these limited areas, this defense would be an active rather than passive noe, and any

local forces attempting to threaten or enter such security enclaves would be prohibited from doing so. Temporary camps must be thrown up using local labor and international community resources. Some of these security enclaves might include areas now inhabited. Others would be at lower altitudes, within but around the edges of Bosnia, more easily reachable by relief convoys.

Nn one should be forced to move to such security enclaves, and urgent efforts must continne to supply locations in the Bosnian interior. But none would be turned away who wished to move into a security enclave.

Peace negotiations must continue, and efforts to bring peace must be pursued independently of such an initiative. This is not a proposal for cantons or an acceptance of altered borders for Bosnia. Those things may or may not grow out of peace negotiations. This is simply a pragmatic roposal to save lives over the winter.

It must be made explicit by the international community that no one will be seen as giving up claims on aucestral land by moving to a security pursued without reference to such a move.

This proposal requires drastic and far-reaching actions. If it is seen as farfetched or not doable, then the naysayer must come up with a counterproposal that has a better chance of saving lives. We simply cannot sit and wait for winter to come before we act.

The Washington Post.

### Ross Perot

has been slight. Yet he possesses an important quality of leadership. He can sell himself and his ideas. He conveys inspirational appeal to many vnters, radiating conviction with folksy force. But the man who said in July that he could conquer the deficit without breaking a sweat undermined his budding support by suddenly dropping out of the race. Now he is back again, on the ballot in every state and promising to spend \$60 million of his own money. But he further could be resolved on command.

diminished his plausibility by choosing as his running mate retired Vice Admiral Ross Perot's governmental experience James Stockdale, an admirable officer but

palpably unqualified commander in chief. Mr. Perot has already won himself a reputation as national civics teacher, educating the public to the need for shared sacrifice. His testiness, however, shows how completely he lacks the give-and-take skills needed to make government work. His whimsical candidacy remains merely a refuse for romantic voters who wish politics could be as simple as business and who wish bitter differences

#### Bill Clinton

lo contrast in on-again, off-again Ross Perot, Governor Bill Clinton of Arkansas has distinguished himself by his tenacity. He needed it. Nnt well known when the campaign began, he was vulnerable to one controversy after another.

He has also shown another, less attractive characteristic, a propensity for evasive ambiguity when challenged, either on personal matters like the draft or on policy. There is justice in what Mr. Bush says of Mr. Clinton's position on the Mexican free trade treaty: "You cannot come down on both sides of the issue and call it leadership." By endorsing the treaty, Mr. Clinton stands up admirably against provincial special pleaders in his own party; that makes it all the more dismaying when he attaches strings to the treaty that could strangle it.

Likewise, Mr. Clinton has rightly ridiculed Mr. Bush's "Read my lips" pleage. But in the next hreath he issued his own promise oot in raise taxes on the middle class - even if that meant suspending his own public investment program.
In general, however, Mr. Clinton has tak-

en strong and consistent positions, often notably more moderate than those of traditional liberal Democrats. For instance, he says to deadbeat fathers who fail to pay child support: "Take responsibility for your children, or we will force you to do so." Note the words responsibility and force.

Mr. Clinton's choice of Senator Al Gore as his running mate created a confident contrast with the unprepossessing Quayle. Mr. Clintoo is an unquestioned leader of

education reform and an enthusiastic advocate of initiatives like the police corps, in which students can pay back college loans with service. He knows how much good can be dooe by ingenious programs like small community development banks. Most im-

portant, he offers the public a coherent,

He identifies America's crucial need: a

sionary program to conquer stagnation.

well-trained work force.
Yes, he says, stimulate private investment, but also recognize the need for public investment in education, infrastructure, the environment. Republican skeptics worry that "more public investment" would turn into, simply, more pork. They say his program does not add up, and they may be right. But so what? No October plan adds up in January; what counts is the vision it sets out. Mr. Clinton's vision inspires hope. He speaks passionately and consistently for tolerance and racial unity. As he told the Democratic convention, politicians have for too long said: "What's really wrong with America is the rest of us. THEM. Them the minnrities. Them the

liberals ... There is no them; there's nnly us." He stirs the conscience when he says. We need each other." His knowledge of government puts Ross Peror's oversimplifications to shame. The promise of his program makes George Bush's belated agenda look paltry. And his devotion to social justice makes both his

opponents sound like auditors. Voters rarely have perfect choices for president, but this year, in Bill Clinton,

they have a clear one. THE NEW YORK TIMES.

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### The Japan-China-America Triangle Needs Tending

HONOLULU — The visit to China by Emperor Akihito is the result of a Chinese, not Japanese, initiative. The visit has enormous symbolic importance for China's leaders. It is another coup in a successful diplomatic campaign to regain interna-tional prestige and legitimacy after the Tiananmen events of June 1989.

Other accomplishments have included dramatic improvements in relations with India, normalization of ties with Indonesia and Victnam, and establishment of diplomatie relations with Singapore, Israel and, most re-

cently, South Korea.

Early this year, Prime Minister Li
Peng traveled in several West European countries where there had been strong criticism of Tiananmen. Fif-teen foreign heads of government visited China in the first nine months of 1992. Russian President Boris Yeltsin will go there in December.

The diplomanic campaign is part of a broad-based effort to provide China with a favorable external environment. But there are two important

Anomalies in foreign and defense policies have been frightening to Chi-na's neighbors. These include the strong assertion of extensive territorial claims in the South China Sea, which conflict with claims of Vietnam, Malaysia, the Philippines and Branei; large arms purchases from Russia; a 50 percent increase in defense spending in three years, even as external threats to China have decreased. The new arms acquisitions and big increases in defense spending have not altered the military balance nor yet triggered an arms race in Asia, but the

potential to do so is worrying.

The second deviation has been China's deteriorating relationship with the United States. It is significant that the Japanese emperor is visiting at a time when, due to the anti-China political climate in Washington, an American president could not undertake such a trip.

China's diplomatic campaign in Asia and elsewhere is intended to compensate for its problematic relations with America. It is also designed to put pressure on Washington to accommodate the Chinese on favorable terms. In the 1980s, China used U.S.-Soviet competition to its advantage in gaining concessions from both parties. The end of the Cold War and the collapse of the Soviet Unino have reduced Chinese leverage over the United States.

By Charles E. Morrison and Michel Oksenberg

China sees continued Japanese trade, investment and technology flows as critical to its economic success. It hopes that by underscoring the strength of Chinese-Japanese links, the emperor's visit will give an added sense of confidence to Japanese traders and investors.

At the same time, Chinese leaders clearly recognize in the relationship with Japan an opportunity for po-tential political leverage vis-à-vis the

As some Chinese see it, U.S.-Japaoese frictions potentially offer new space in maneuver in another strate-

China looms all the more important for Japan as U.S. interest, presence and influence in Asia seem to diminish.

gic triangle. The most-favored-nation issue provides an example. Japanese business could gain an advantage in China if Washington were to deny most-favored treatment to imports of Chinese products. This possibility could deter Washington from taking such action against China - as Bill Clinton has indicated he will dn if he wins the presidency.

China's ability to fashion a new triangle to its advantage depends on Japanese responsiveness. For most of the past 40 years, Japan has keyed its foreign policy to the United States and sought international identification as one of the advanced democratic countries of the West. This sense of identity has always competed with Japan's identity as an Asian nation, making the reconciliation of these two identities a central challenge for Japanese diplomacy.

Japan prefers a triangle in which the two countries most important to it. America and China, have good relations with each other and good relations with Japan. There is no such smooth relationship today.

Since 1989, Japan has found itself in a situation in which its preferred approach to China and that of the United States are diverging at a time when Tokyo is less willing to accommodate Washington than previously. The Japanese political establish-

ment certainly does not want differences on China policy to add another source of tension to the already friction-laden relationship with Ameri-ca. But Japan is increasingly uncertain about the future of the U.S.

based on its own national abjectives. China looms all the more important as U.S. interest, presence and influence in Asia seem to diminish. The diplomacy of the emperor's trip demonstrates an increasing tendency by the major countries in Asia to formulate their foreign policies more independently of the United States. Moreover, a Chinese-Japa-oese entente coold marginalize Washington's influence in Asia, par-

washington's innoice in prease to be out of step with the main forces and impulses driving regional diplomacy. There is a danger that differences over China policy could strike an added note of discord in the U.S.-Japanese relationship, particularly if China seeks to exploit these differences for its own advantage.

The evolving links between China and Japan deserve high-level atten-tion in Washington. There are several important policy implications:

Washington must come to grips

with the increasingly multilateral character of regional diplomacy and the autonomy of countries that once centered their policies around that of the United States. Washington should consider how to reposition itself in post-Cold War Asia to maximize its very considerable remaining influence and ensure that it continues to be a regional leader. Policies - or drift that isolated the United States from other Asia-Pacific countries, particularly Japan, would not be effective in promoting constructive change in China and could harm the strategically vital U.S. alliance with Japan.

• There is a need for more intense dialogue between Washington and Tokyo on their respective China policies. The objectives of the two countries are quite similar - both prefer a China in which economic reforms continue and there is increasing respect for pulitical and human rights. The gaps in approach should be narrowed where possible. Some inevitahle differences will remain, but both countries should try to ensure that such differences are not exploited by others or allowed to harm U.S.-Jana-

nese relations in a fundamental way. Others in East Asia and the Western Pacific — South Korea, Taiwan, Hnng Kong, Australia, New Zealand and members of the Association of Southeast Asian Nations have a great stake in the Chinese-Japanese-U.S. equation. American policy toward China and Japan must presence in Asia and believes that it acknowledge the concerns of these traditional friends and allies. must adopt policies toward neighbors

 There is a oeed to rebuild a consensus in the United States on its policies in Asia, especially toward Japan and China. This consensus must take into account Japanese and Chinese realities, U.S. national economic and security interests, and the broader Asian context. Whatever the outcome of the presidential election, the next U.S. administration, working with Congress, should start a careful review of American policy toward the entire Asia-Pacific region.

Mr. Morrison, a specialist on U.S. Japanese relations, is director of the International Economics and Politics Program at the East-West Center in Hawaii. Mr. Oksenberg, a China scholar and former White House offi-cial, is president of the center. They contributed this comment to the Inter-national Herald Tribune.

### Respond To Rumbles In Russia

By Leslie H. Gelb

N EW YORK — Are the Russians their own new and bizarre hrand of gothic democracy - or could they be heading toward Yugoslav-style chaos and national istic authoritarianism? To expert. the answer is both.

With Americans and West Europeans looking inward, Russia has taken strange and ominous turns, and its foreign policy and domestic future may be hanging in the balance.

The Russian Intelligence Service

(successor in the intamous acceptantists to U.S. officials that Russian military intelligence is off on its own and setting record levels for spying acceptants and stealing (successor in the infamous KGB) adthat is, recruiting agents and stealing industrial secrets. Not to worry, says the RIS, it's only military inertia.

• The largely defauged Russian

military is making a play to share power. Military leaders insist on Ruspower, Miniary leaders mass on kissian troops staying put in their new sister republics — like the Bahics, Moldova, Georgia and Tajikistan — to protect Russian minorities. This forges a highly explosive nationalistic link between "endangered" Russians

abroad and the army.

The Russian military is also trying to hold on to weapons hanned by treaty or commitments. Military leaders secretly continued to make biological weapons, violating treaty terms—and lied about it to Russian President Boris Yeltsin. When confronted with U.S. evidence, they confessed. They are also pressing their political superiors to keep certain missiles and missile silos. This would contradict Mr. Yelsin's promises to the Bush administra-tion, and the agitation is delaying a

new ouclear arms treaty.

Prime Minister Yegor Gaidar and Foreign Minister Andrei Kozyrev and Poreign Minister Andrei Kozyrev
are sounding alarms about a "constitutional coup" by the conservative legislature to unseat Mr. Yeltsin and destroy reform efforts. Maybe they are
simply appealing to their many friends
in the West to save their jobs, which are in jeopardy. Or maybe they know what they are talking about.

· Mr. Yeltsin barely lifts a finger to prevent what he himself calls a potentially catastrophie constitution-al confrontation in December, So, on Wednesday, the standing "small" legislature voted overwhelmingly to convene the full legislature on Dec. 1. That full body will have power equal to Mr. Yeltsin's and could conceivably shackle his authority. The president could preempt that move by staging a nationwide referendum to abolish the full legislature or to validate new elections.

Most experts do not think that matters will come in such a pass. They reckon that these rumhlings are birth pangs of Russian politics. They feel that both pro- and anti-Yeltsin forces fear unpredictable elections and a breakdown of order, and will find a power-sharing compromise.

but even if the experts are confect and a paper compromise can be hammered nut, this will do nothing to halt political and economic deterioration. Neither economic reformers nor the highly diverse center group called the Civie Union have a politically viable economic plan. All their schemes cootain big hales and promise too much pain far too long to a cynical public. Pockets of economic

success can be found, but the downward spiral continues. For Russia, a better standard of living stands a generation away — if and only if leaders establish public confidence before pushing ahead with tough decisions. And no Russian leader is prepared to sound that trumpet of

sacrifice (Sound familiar?)
Nor have Western leaders told Moscow flatly that there will be no Moscow flatly that there will be no Western pot of gold. Thus, Russian leaders go on fantasizing about a Western rescue that will never come, and putting off the hard choices. Russian economic miscalculations

could be compounded by political miscalculations, if reformers and conservatives misread the West's recent inattention. Westerners' self-absorption does not mean that they have lost interest in Russia or no longer realize the centrality of Russian stability to any new world order. Soon, Western leaders have to rekindle the old signal fire. They must loudly reaffirm their commitment in

Russian democracy and reform and unmistakably underline their opposition to constitutional coups. Russian coup plotters in August 1991 misunderstood Western unhappiness with Soviet chaos. The plotters actually helieved that the West wanted them to overthrow .... Mikhail Gorbachev. The West should

leave no room for similar misconstructions in December. The New York Times.

#### IN OUR PAGES: 100, 75 AND 50 YEARS AGO

#### 1892: First Lady Dies

NEW YORK - Mrs. Harrison's death makes it certain that the Presidential campaign, which has been the most apathetic in the history of the country, will end without excitement. The betting favors Mr. Cleveland, and the popular tide seems in his favor. Sympathy with the President's affliction may improve his prospects, and the chances may be in his favor

1917: Germany Rebuffed

NEW YORK - Germany sought accomplices to attack America in 1898, Sir George Reid, the Ex-Australian Premier, said yesterday [Oct. 23]. "At the outbreak of the war between the United States and Spain, Germany sent an envoy to Lord Salisbury suggesting a naval demonstration off the coast of the United States. Lord Salisbury indignantly declined, whereupon the German envoy said, There are other fleets in Europe which would gladly join us.' Lord Salisbury retorted, 'They will find the British fleet there ahead of them.' Evidently Germany took the hint."

CAIRO - From our New York edi-

#### 1942: Thunderous Battle

tion:] Carried along by the first rush of their offensive to crush Field Marshal Erwin Rommel's African army, the Allies have driven through gaps in his main Alamein defense belt and have fanned out to the rear of Axis infantry and artillery, dispatches said tonight [Oct. 25]. With the support of an American and Allied air force that was supreme in the skies, and massed artillery which awoke the desert with the most thunderous barrage of the African campaign, British, Australians, Indians, New Zealanders. South Africans and Greeks smashed through advance enemy lines at one point in their first lunge before dawn
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ADVERTISING SECTION

INTERNATIONAL HERALD TRIBUNE, MONDAY, OCTOBER 26, 1992

### Duty Free Sector: Resilience Pays Off

The duty-free industry has grown enormously in size and sophistication since its inception in 1947, when a kiosk was set up at Shannon Airport in Ireland to offer liquor, cigarettes and knickknacks to flight personnel between stops.

Today, every international airport of note has a dutyfree shop, and some have become attractions in their

#### Ferry business is strong in the North

own right, including Shannon, Schiphol in the Netherlands and, more recently, Abu Dhabi, Dubai and Bahrain in the Middle East. What they offer runs the gamut from calculators to caviar, silk to ci-

Although alcobol and tobacco are the traditional mainstays of the industry, neither category increased market share in 1991, reflecting worldwide decreases in consumption of these products. Global mained stable at \$4.27 billion, and tobacco was down slightly from the previous year at \$2.02 billion. Ronnie Anderson of Allied Distillers, who has served as president of the Tax Free World Exhibition (TFWE) for the past two years, explains that liquor sales reflect local preferences. "Travelers from the Far East still drive the market for luxury gifts in exclusive bottles, he points out, thanks to a gift-giving tradition that recession has not eurtailed. "By and large, you can't go wrong with highprestige products." Mr. Anderson's successor as president of the TFWE and the 1993 management board will be chosen during the show at Cannes.

Erik Juul Mortensen of Danish Distillers, who is vice president of marketing for the TFWE, believes that both alcohol and tobacco will show sales increases this year, although their share of market may decrease slightly. He predicts that cosmetics, which lost fractional market share last year to finish at \$3.6 billion, should recover in 1992. He also names the categories that are increasing market share: gifts, writing instruments and electronics. These assorted items, which include fashion and foodstuffs, accounted for more than \$5 billion in sales in

This advertising section was produced in its entirety by the supplements division of the International Herald Tribune's advertising department-Claudia Flisi is a business writer based m Milan and Monte Carlo. • Michael Frenchman is a London-based journalist who specializes in the Middle East. • Alan Tillier is the author of "Guide to Business Travel Europe" and "Doing Business in Today's Western Europe." • Photo on this page hy PIX S.A. Stock Directory.

Industry is responding

The high-flying years of duty-free shopping were curtailed in 1991, when the twin whammies of the Gulf War and a growing recession held sales to \$15 billion, identical to those of 1990. But the resilience of this sophisticated and specialized industry is such that it finished last year without a downturn. At Dubai International Airport alone, in the region most affected by the Gulf crisis, air passengers spent \$100 million - in spite of a first quarter that was practically nonexistent. On a year-to-year basis, the duty-free industry has registered consistent 10 percent increases over the past decade.

The world's most suc-

with a more focused approach to the travel market. At Estée Lauder, Patrick Bousquet-Chavanne, who was recently named to the new position of senior vice president and general manager for travel retailing worldwide, says: The ongoing modernization and increased capacity of airport retail outlets, cruise ships and airlines demand that we take a more assertive stance in building our consumer base in those channels."

cessful duty-free airport operation, according to the industry trade publication Duty Free News International, is Heathrow Airport. In 1991, nearly \$316 million in duty-free goods was sold there. But the United States (including Guam, Saipan, Puerto Rico and the U.S. Virgin Islands) accounts for alworld's duty-free market, or \$1.9 billion in sales. This is more than half again as large as secondplace Britain's \$1.25 billion, equaling 8.3 percent

Airport shops remain the single most important distribution category, with sales of \$5.4 billion in 1991, representing more than 36 percent of the market. In-flight sales accounted for \$1.3 billion. while ferry shops generat-

of the world market.

ed ariother \$1.7 billion. Mr. Mortensen says: "The ferry business is doing well this year, not just the English Channel route but all the cross points of the Baltie region: Scandinavia and its neighbors — Fin-land, Germany, etc."

The remaining 44 percent of tax-free sales are divided among downtown sbops, border facilities and diplomatic and military outlets, and were responsihle for \$6.6 billion in sales last year. Downtown shops are retail stores that bid for airport concessions; they sell merchandise to their downtown customers at duty-free prices, with the condition that the purchases are shipped directly to the airport for pre-flight delivery. Doug Newhouse of Duty Free News International

points out that these con-

cessions are especially popular in Hawaii, San Francisco and Los Angeles. He adds that diplomatic outlets are a seldomnoted but extremely attractive segment of the duty-free business, involv-

ing contracts for, say, so many cases of wine and liquor per month to local consulates or embassies at duty-free prices. In-flight purchases can

Continued on Page 9

### East Europe Comes In From the Cold

Duty-free sales may have existed in the former Eastern bloc, but they had more than a touch of the clandestine. Desperately needed foreign currency was obtained without the accompanying cut-price deals, broad choice and service available in the West.

In the former Communist bloc, duty-free prices were fixed at the upper limit of what the regimes thought

#### Rising sales for caviar and vodka

the customer would bear. Product lines at airports and hotels were limited. Even caviar and best-quality salami were not always available. Within cities, the so-called dollar shops, such as the Tuzeks in Prague, were curtained off from locals — except those in illegal possession of for-

cign currency.

In many cases, regimes hought cheaply from Western suppliers, arguing that their people had low incomes, only to re-export the goods at a markup.
"The centrally fixed trade margins represented the tax and royalty for the state," says Heribert Diehl of Gebr. Heinemann.

In the ex-Soviet Union and Eastern bloc, things improved somewhat after the 1970s, an epoch when even Budapest dollar shops were secretive operations for apparatchiks and dollar bolders. After

Continued on Page 8

#### **DUBAI DUTY FREE'S FINEST SURPRISE CONTINUES...**



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### A Stay on Execution In the EC

Duty-free sales within the European Community will live on despite the January 1, 1993 introduction of the single market. The Brussels decision to extend the deadline for bringing down the shuttles on duty free until July 1999 has been greeted with relief by European airports and the duty-free industry. Both have invested heavily in the past decade in transforming sales areas into

mini-shopping malls.

Aéroports de Paris has upgraded Charles de Gaulle duty-free shopping. Amsterdam, Frankfurt and London, the main airport emporiums, have ploughed back profits to stay ahead of rivals. The industry narrowly escaped

a logical 1993 phaseout. It then pitched for the right for life until the year 2010. The EC Commission in Brussels did not want to extend the system into the next century, but agreed to the sum-mer of 1999. The industry persuaded the European authorities that it constituted a valid business that helps fund airport improvements and provides profits for charter and ferry companies operating on thin margins.
Christopher Scott-Wilson, of

the Brussels-based International Duty Free Confederation, says: "We continue to maintain that tax- and duty-free sales should go on within the single market once an adequate system of vendor control is introduced."

As airport customs are wound down, duty-free salespeople will operate "vendor control" to prevent individuals from buying thousands of packs of cigarettes. They will try to limit individual purchases to reasonable extensions of the old 200-cigarettes, one-liter-of-wine and 15-milligrams-of-perfume rule. The British presidency of the EC also wants to increase the previous value-added-tax-related thirdcountry allowance for people traveling from within Europe to

Talks continue between Brussels and the industry on the form of this vendor control, but the fact remains that duty free will continue, though maybe under

### What's New This Year In Duty-Free Products

Once upon a time, duty-free shopping meant a good price on a bottle of liquor, a carton of cigarettes or a bottle of perfume. Today one can still find excellent prices on liquor, tobacco and cosmetics, but none of these has the largest share of the duty-free market. In 1991, one-third of all sales were made in the "miscellaneous" category, which covers everything from appliances to watches.

Elizabeth Arden, recognizing the importance of duty-free expo-

sure in reinforcing its select image,

will introduce two new perfumes from Valentino:

Vendetta, a volup-

tuous women's fra-

grance, and Valen-

tino Pour Homme,

the stylist's first

fragrance for men.

Also new from

Elizabeth Arden is

Chloé Narcisse,

an exotic melange

of florals and

Italian cars

make the heart

beat faster; wby

shouldn't a perfume do

the same? That may be the ratio-

nale behind Bugatti, a new Italian

men's fragrance named after the

automobile, with a bottle shaped like

make its debut at Cannes via Ger-

man fragrance manufacturer Manrer

& Wirtz. Elvis already has a popular following in the United States, and

the strength of its image portends

In honor of the 500th anniversa-

ry of his voyage, Christopher Colum-

bus will also have his own fragrance,

thanks to French accessories compa-

perfumes available in duty free, one of the newest is Laura Biagiotti's

· Of the hundreds of women's

similar success on the Continent.

The fragrance Elvis will also

the car's front radiator.

What makes duty-free shopping especially interesting is that many • Fragrances and cosmetics account for one-fourth of all duty-free items are introduced in this market sales. Today, both men and women before being launched in regular recan find skin treatments, bath accessories and appearance enhancers to tail outlets. Others may be found in duty-free shops and nowhere else, fulfill any need. At Cannes, new fragrances for men will be taking the having been made to measure for spotlight. Heritage is Guerkin's latest; it was unveiled last month in travel retailing. Here, news on some of the latest wares, many of which will be featured at the World Tax London and will be introduced to Free Exhibition in Canne the worldwide duty-free market at Cannes. It is a warm combination of citrus and wood topped by Guerlin-ade, the unique Guerlain signature of vanilla and tonka beans.

 Alcoholie beverages have been a mainstay of duty-free shopping since its early days and still represent over 28 percent of total sales. William Grant & Sons is introducing its 21-year-old Scotch at

Cannes, voted the best blended Scotch whisky at this year's international Wine and Spirit competition. Last year, the company pre-viewed Glenfiddich Excellence 18 years, an upscale addition to the Glenfiddich line (which has 54 percent of the world's duty-free malt whisky market). Dutch-based

Bols has just introduced Bols Premier, a cognac-based liqueur described as "the ulti-

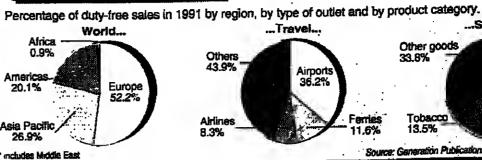
mate after-dinner drink." Bols's other liqueurs saw a 5 percent increase in sales last year, and sales of its more exotic genevers increased 7

Chloé is featuring its special line of accessories at the Cannes show.

• Another cognac company, Thomas Hine, is highlighting a new luxury version of its Hines Extra. presented in an engraved bottle and topped with a hand-gilded 24-karat

 Spanish brandy maker Miguel Torres S.A. is featuring its newly launched Miguel Torres Imperial Brandy. This brandy is aged 10 years in oak casks before bottling. The \$15 Billion Binge

includes Middle East





latest fragrance, Venezia. Flakes of gold float in the perfume to enhance the aura of a gilded Venice, and the scent itself carries accents of the wong-shi flower, an ancient Venetian elixir of love.

• A more aggressive women's scent is offered by Claude Montana, which has just added an Eau de Toilette Light and a bath collection to its Parfum de Peau brand.

· Another recent launch to be highlighted at Cannes is Gianni Versace's Versus Donna. The perfume complements the strength of this Italian designer's accessory line, already present in duty-free shops.

 Among the many chocolate selections to be found in airport shops, **Dutch confectioner Droste packages** a selection of gift chocolate pastilles just for the duty-free market. • Italian silk master Erre offers

the latest in intricately colored scarves and shawls from such famous designers as Valentino, Jean Patou and Karl Lagerfeld, as well as its On a more traditional note.

Aquascutum will be unveiling leather accessories in smooth and grained luxury hides, plus a new selection of silk ties and scarves in classic English

 Christian Dior will preview two new leather handbag collections at Cannes: Blois, made of grained calfskin, and Chinon, crafted in lamb-

 Another debut is being spearheaded by the fashion magazine Elle, which will introduce a new line of clothing and accessories specifically geared to the travel-wise consumer. Swatch will present its new core

collection of 30 watches for men and



Christofle's new addition: the penguin joins the silver-plated animal

women, plus Pop, Scuba, Chronos, Flik Flak and Automatic models.

 Meanwhile, Benetton will show a range of new watches for kids as well as nine sports watches under the name Sea-Tech. The sports timepieces can be worn 50 meters below the surface and feature luminous bands and scratch-proof glass.

Crossing a Swiss army knife with a watch produces the Swiss

Army Compass watch, an instrument with aggressive styling and even more aggressive testing by military

• Lanvin accessories and scents are a duty-free favorite, but if your re in Paris, don't miss the redesigned boutique on 15 rue du Faubourg

• The silver maker Christofle produces a luxury line of money clips, pillboxes and mirrors made of blue Chinese lacquer for the duty-free market. They also make a collection of silver-plated animals, which now total 35. The latest additions, to be seen at Cannes, are squirrels, pheasants and penguins.

• Another debut is a new 3-way lighter of Colibri of London. Called a "world first" by the company, it is a butane pocket lighter with three flame modes that do not blow out.

 Wedgwood has some exclusive patterns of its renowned tableware at Heathrow and offers other giftware items on the QE2. For the younger set, it has combination packs of Peter Rabbit tableware as well as soft toys and children's books. Pint-sized travelers should also enjoy the Plane Cam, a pocket-sized camera in the shape of an airplane. This follows the success of the Plane Game.

(Much of this information was supplied by Frontier, the international tax-free monthly magazine.)

### It's All Available at Cannes Show

"By the trade for the trade" is the motto of the Eighth Tax Free World Exhibition being beld at Cannes's Palais des Festivals October 26-30, 1992. The motto is appropriate: this event is organized by the industry to serve its own needs and bas become the premier trade show in its category. According to Marina Issaeff of the Tax Free World Exhibition, the show is recognized as "one of the most professional trade shows

Among this year's 499 exhibitions from 26 countries are suppliers of luxury and premium-branded products such as liquor, tobacco, cosmetics and fashion accessories, jewelry, food and other gift items. They will spread their wares over 10,000 square meters, an increase of 6 per-

number of visitors is expected to top the 4,952 agents, distributors, buyers and others who crowded the Palais

An opening-day conference will include a keynote speech on "The Future World as a Global Village" by Peter Arnett, world-famous CNN journalist. He will be followed by a study of "The Future World of Duty and Tax-free Retailing," presented by Mike Burke of the Centre de Communication Avance. Executives within the industry will comment on the study through video clips and live on-stage reactions during the course of Mr. Burke's presentation.

Ronnie Anderson, president of the Tax Free World Exhibition, says of the conference and the frenetic rive days of activity to follow: "I cent over last year's display. The don't know everything that will turn



The inauguration ceremony in

up in Cannes; we set the scene and

### East Europe Comes In From the Cold

Continued from Page 7

the improvement, arriving travelers still could not buy goods as is now possible in Moscow.

The opening of the East has boosted travel from the West and created a greater demand for dutyfree goods. The market's extension has gone handin-hand with new airports und terminals and the construction of Western-style hotels.

The Irish have been the most enterprising in exploiting the new market. They have enjoyed a special relationship with the Russians since 1980, when Aeroflot signed an agreement enabling it to store its own fuel at Shannon for flights heading for Central and South Ameri-

Impressed by Shan-

SEEN ON THE 2ND FLOOR OF

15 RUE DU FAUBOURG SAINT-HONORÉ

3-PIECE SUIT, "CAVIAR" WEAVE,

3 FF PER GRAM,

AN AFFORDABLE INDULGENCE.

SUITS FROM 3,950 FF.

non's reputation as the first duty-free airport shopping facility in the world. Aeroflot decided to open its own duty-free shops. Acr Rianta, the Irish state airport authority, and Aeroflot formed Aerofirst in 1988 and opened two shops at Moscow's Sheremetyevo inter-

national airport. Some \$12 million in revcaue was rung up the first year through sales of quality Irish, Soviet and European goods. Aer Rianta then began selling dutyfree goods on Aeroflot international flights. The next outlet was at Pulkova airport at what was then Leningrad, followed by one on the Soviet-Finnish border. Expansion continued with an arrivals dutyfree shop in Moscow. The Irish also provided hard currency counters at Moscow's Novoarbatsky supermarket, complete with Irisb bar. Sbops were opened at Moscow and St. Petersburg hotels, and a duty-free shop at Kiev airport this year. Tashkent will be the site of the next

"There are major business opportunities in the CIS [Commonweath of Independent States]," says John Callagher. "The opening up of the country will inevitably lead to an enormous growth of air traffic. The attractions of cities from St. Petersburg to Samarkand and resorts from the Black Sea to Lake Baikal will be magnets for tourists."

Michael Patton, head of international sales at Aer Rianta, adds: "With the introduction of duties and taxes in the CIS, duty free is becoming much more important for items such as caviar and vodka. Electronics are popular with returning Russians."

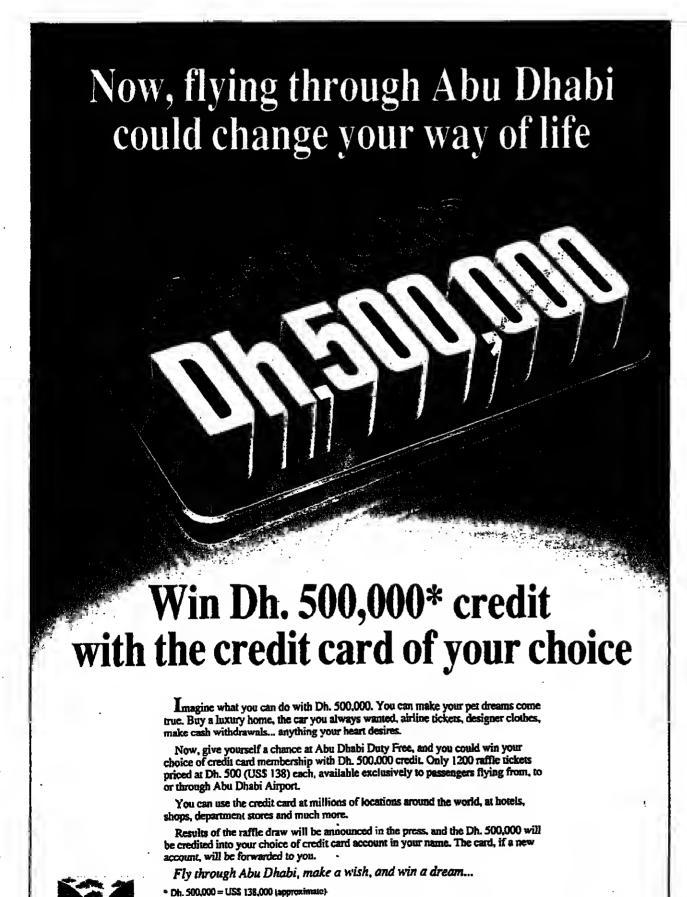
SAS Trading, part of the SAS airline, has opened a duty-free shop in Riga, Latvia. It recently doubled its size to handle growing sales of liquor, tobacco, chocolates, perfumes, cosmetics, international wines, local-style champagne, handierafts and balsam, the Riga herb liqueur, a favorite of Catherine the Great. As the Riga airport modernizes, SAS Trading will offer duty-free goods to incoming passengers. SAS's Robert Hernadi says business since May 1990 has been "pretty good."

The extension of the Riga shop follows the increase in traffic to the Latvian capital. SAS is discussing airport shops with the Estonian and Lithuanian authorities, Satco is another hard-currency supermarket operator in a Swiss-Russian joint venture, as is Stockmann; the Finnish department store. Ligabue of Venice and Intourist run a hard-currency restaurant.

The Swedes are looking for other Eastern outlets, but admit the Irish are one step ahead at the moment, although Australian companics are eveing the market too. Aer Rianta has a management contract at Warsaw's new Germanbuilt airport, but the Australian Richardson company will have the dutyfree concession. Budapest is adding new terminals. The Irish have broken the monopoly of the Hungarian Malev airline with a small outlet at the terminal for executive jets and private planes, opened to coincide with the Hungarian Grand Prix motor race. Prague wants a new airport and is seeking Dutch

Acr Rianta maintains that all its CIS outlets have been "very successful," with profits reinvested in new ventures at airports, hotels, supermarkets and bars. In all, there are more than 200 Irish salespeople and 800 CIS personnel.

The German Heinemann company intends to exploit Hamburg's traditional links with Central and Eastern Europe, notably Czechoslovakia. Mr. Diehi admits that many problems remain, notably the lack of clearly defined legislation and tax systems. Above all, there is a need to move from the mentality of the old "valuta," or hard currency, markets to a genuine duty-free system. Valuta trading expanded enormously, he says, because dollar holders had no other outlets. "There is, of course, a potential for bons fide duty free in Eastern Europe, he says. "It is exciting to see how the market is de-



Abu Dhabi Airport Duty Free

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### **Emirates Treasure Trove** Of Goods and Promotions

There was a buzz in the air one October night at Bahrain's duty-free shop as a customer approached the watch counter. He had come to buy a Cartier 18karat gold watch (value approximately \$12,500), which he had ordered in advance. Pre-ordering dutyfree goods is a rapidly expanding service; it only takes a phone call and a credit card number.

For the late-night shopper, the world of duty-free shops — especially those in the Gulf — opens new vistas. With only half an hour or 20 minutes to spare, transit passengers from the jumbo jets traversing the east-west

Buy gold and sweets. or win a Rolls-Royce

routes who touch down around midnight at Abu Dhabi, Bahrain or Dubai are faced with a wide choice of items: Van Moppes diamond rings at Abu Dhabi, Cartier gold watches at Bahrain or the latest range of Sony Handycams at Dubai, While international brand names are the big sellers, there is also a growing market for locally produced foods, handicrafts and souvenirs, which are proving popular in all three emirates, particularly with departing passen-

Bahrain now has a choice of small woven baskets and tiny gold-stud-ded wooden caskets filled with dates or local sweets. At Abu Dhabi there are carpets, locally made brassware and clothes; Dubai has model dhows and sets of camels.

"We are trying to maintain an Arabic flavor, and we want to en-courage the marketing of local products in our Bahraini Corner," says John Sutcliffe, the Irish general manager. (Aer Rianta International from Shannon, Ireland, where the world's first duty-free shop was set up in 1947, has the management contract.)

Bahrain is the latest expression of the new age of duty-free shops in the



Abu Dhabi combines Middle Eastern and Western architecture with style.

Gulf. With the completion of the airport extension last year, a new duty-free complex has been opened. Turnover is already exceeding expectanons, and there are plans to add more shopping space. We expect to reach sales of around \$24 million by the end of the year," says Mr. Sut-cliffe, who has returned to the Gulf after running the duty-free operations in Moscow and Saint Petersburg. Before that he was at Dubai's duty-free shop. Next year, Bahrain expects to see

a 15 percent growth in traffic through the airport, which is currently used by 2.8 million people. At midnight there may be upward of

1,000 passengers in the shop. One of the biggest events is the weekly arrival of a Korean Airlines Boeing 747 from Tunisia, whose passengers spend about \$100,000 during their 30-minute stopover — mostly on electronics. The average basket-value of goods sold in the shop is \$45.

A new arrivals shop recently opened with one of the widest selections of goods available anywhere in the Gulf, including a complete range of beverages, cigarettes, perfumes and electronics. A special shop for toys will open in time for Christmas.

There is more to duty-free operations than just shopping. The Gulf duty-free shops have spawned a whole new range of promotions to keep themselves in the public eye. These have included the raffling off of gold bars, luxury cars and apart-ments. One of the most successful innovations has been the \$138,000 credit line offered at Abu Dhabi, one of the best-value and most compact operations.

Bona fide travelers - about 2.8 million use the airport — can buy a \$138 ticket for the raffle, which is limited to 1,200 tickets per drawing. The first drawing was made only 20 days after the promotion was launched last June. The winner is offered a choice of credit-card mem-bership — and a \$138,000 credit. Abu Dhabi had already hit the head-lines last year with its "Win a Dream Home" contest. At the official opening of the credit-line raffle by Sheikh Ahmed bin Said al Nahyan, the undersecretary for the Civil Aviation Department, it was billed as the biggest raffle promotion in the tax-free

"We wanted to create a maximum impact among all segments of the flying public," says Mohammed Mounib, the general manager of Abu Dhabi Duty Free. Adds Niveen Ibrahim, ADDFs marketing manager TWo also wanted to add a little ager: "We also wanted to add a little excitement for the general traveler."

During the first half of this year, promotions have certainly helped ADDF's growth and revenues, which were up 59 percent compared with 1991 and are expected to total nearly \$40 million by the end of next December. Top-selling items are gold and jewelry, electronics and perfume. In the first six months of the year, gold and jewelry accounted for \$3.8 million in sales. Gold jewelry is available in 18-karat, 22-karat and 24-karat "extra" grades, which are priced slightly higher for design and workmanship. Shoppers are now spending more than last year; an average of \$22.72 a head compared

Championship golf, tennis, snooker, horse and powerboat racing are not the kind of events normally asso-

ciated with duty-free shopping. But Dubai, which has been a trailblazer in Middle East duty-free shopping operations since it first began in 1983, has also made its mark farther afield with a string of awards for excellence and marketing initiative from the tax-free industry. Promotion and sponsorship are regarded by Colm McLoughlin, general manager of Dubai Duty Free, as an essential adjunct to the actual shopping side of the business. "It is very important, because it helps us become known internationally. We are not only promoting duty free, but Dubai as a whole, and that's important for us." he explains.

Some of the major events involving duty free this year have included racing at Longchamp in Paris last May and, for the first time, this



Arabic tradition goes hand-inhand with the modern world in

month's Dubai International Offshore Powerboat Race. Next month will see the Aviation Cup Open Tennis Tournament, and in February a leg of the A.T.P. World Tennis Tour will take place in Dubai with a total prize of \$1 million.

Another form of promotion in the Gulf pioneered by Dubai is the luxu-ry-car raffle, which has been running for three years. More than 146 cars. ranging from a Porsche to a Rolls-Royce, have been won by travelers from all over the world.

Quality goods, quality service and quality spending (more than \$22 a head by the 5 million travelers through the international surport) are the minimum is he imy-free operation, in 1984, sales per passenger were only \$5 a head. This year, Mr. McLoughlin expects total turnover to reach \$125 million. Best-selling items are gold. Rolex watches, assorted nuts and Toblerone chocolates. Last year, Mr. McLoughlin's shops sold 1.6 tons of caviar, 1.2 tons of gold, 73 tons of dried milk and 190

Michael Frenchman

### Business **Briefs**

- · Heathrow, the most successful airport duty-free operation in the world, sold \$315.97 million worth of goods in 1991.
- This year, Bahrain has initiated a joint venture with Aer Rianta of Shannon Airport, All the outlets will operate jointly in a brand-new complex.
- Aer Rianta is also behind a new terminal being developed by Karachi Airport in Pakistan.
- · Fragrances are an expanding area of business for India's duty-free airport shops. In 1991, sales increased 250 percent. Topselling women's brands in Indian airports are Christian Dior, Chanel and Yves Saint Laurent for women, and Paco Rabanne for
- A major duty-free facility is being planned for the new terminal set to open at New York's Kennedy Airport in 1997.
- Warsaw Airport will be opening a brand-new duty-free facility shortly. Local specialties are sure to be a feature.
- Schiphol at Amsterdam will shortly open a new terminal with 2,000 square meters of space ded-
- icated to 50 new duty-free shops. · Recent political reforms in South Africa have resulted in 12 more carriers flying into the Johannesburg airport. Duty-free shops there will be doubling their
- facilities. With a total of \$57 million. Japan Air Lines had the greatest volume of in-flight sales of any airline last year.
- Australia's Melbourne Airport is renovating its international terminal. In the works are 375 square meters of new duty-free sales outlets.
- · A new airport at Doha, in Qatar, is being designed by Aéro-ports de Paris, architects of the Abu Dhabi and Jakarta airports. Six duty-free shops will be part of of the painter
- Nairobi and Mombasa Airports in Kenya together generated \$25 million in duty-free sales
- The airport in Lugano, Switzerland expects to open its first duty-free shop in 1993. (Information provided courtesy of Duty Free News International.)

### On Beyond Shopping in the Gulf Region

For those travelers who can spare some time from duty-free shopping in the Gulf, there are plenty of

things to do and see.
With only a day or two to spare, the traveler in the Gulf is sure to find something different if he or she wants to try a taste of Arabia. There are dhow trips, desert safaris, action sports like paragliding or snorkeling and a choice of championship all-green golf courses. For the more serious-minded, there are museums presenting the region's cultural heritage and others telling the story of oil from the 1920s until the present day.

. Show

m the Coll

In Abu Dhabi, there are excellent beaches at several of the hotels, where all kinds of water sports are available. Try the Inter-Continen-tal, Meridien or Gulf. Midway between the city and neighboring Dubai is the Al Jazira Resort - a leisure-hotel complex carved out of the desert on a man-made island linked to the sea by a canal. There are good day trips to Al Ain, the entiversity town, with its "Fun City," and the camel market, one of the biggest in Arabia, at nearby Buraimi. Other excursions go out into the desert to the famous oasis at Liwa. Visitors can try sand skiing - or ice-skating. The petroleum exhibition on the comiche in Abu Dhabi is worth a visit. For eating, try the Al Sofon fish restaurant on the corniche breakwater or the Lebanese restaurant at the Meridien.

The National Museum in Bahrain, located near the Diplomat



Experiencing the Middle East at the Bahrain airport.

region. It has "living" displays of old Bahrain as well as more ancient reminders of the past, like the Hall of Graves dating back 4,000 years. Sheik Isa, the ruler of Bahrain, has a family house on Muharraq Island, which has now been restored and is open to the public and is well worth a visit. It is a typical Bahraini home complete with wind towers (a primitive but practical form of natural air conditioning). Eat at Chico's, one of the best Italian restaurants in the Gulf, or the Hash Thai restaurant. For lunchtime snacks, go to the Clipper Bar in the Regen-

As for Dubai, the city has just about everything in the way of activities and leisure pursuits as well as all kinds of spectator sports championship tennis and golf, mooker, powerboat traing and even a go-cart track. Probably the best value for money is to join the thronging masses making the 20-cent crossing of the creek on an "abra" ferry boat. Abras can be hired for about \$15 an hour for trips to the head of the creek past the new golf course and bird sanctuary, where thousands of pink flamingos can be seen at certain times of the year. There are also organized desert safaris and dune dinners with a chance to meet the wandering bedouin with their camcls. Eat at Jason's, the upmarket restaurant at the Hyatt, or, for a more lively atmosphere, Da'Vinci's or Pancho Villa's.

### Duty Free Sector: Resilience Pays Off

Continued from Page 7

be cheaper than those on the ground because airlines do not have to pay a concession fee to the airports. This fee can range from 20 percent of gross turnover in North America to 50 percent at Heathrow. One reason for such a large discrepancy is that North American shops face heavy competition from discount stores and manufacturers' outlets featuring prices that may be better than duty free. In addition, Heathrow offers staggering volume on almost a round-the-clock

On the other hand, inflight selection is more limited than that on the ground. Each airline sets its own prices, and where the ownership is the same for airport shops and airlines (as is the case with SAS in Stockholm, for example), the airlines try to have an assortment - and a price structure — that is complementary to the ground selection. Of course, ownership for these two channels of distribution is often different (this is the case in London and Paris) and then the two are competitors with the customer benefit-

Regardless of distribu-tion channel, duty-free shopping is affected by many factors above and beyond wars and global recessions. "Currency fluctuations can have a strong impact on sales," bouse TFWE's Mr. Anderson agrees in principle: "If the pound is devalued, then the British clearly have less to spend. But if all has to be taken in context. The Germans, for example, are not big spenders in duty free. Although they have a strong currency, they have relatively low

taxes at home, and they also have to pay VAT [val-ue-added tax] on their duty-free purchases."

Changing traffic patterns can make or break shopping destinations. The Far East is an increasingly attractive area for duty-free concessionaires because the Asia-Pacific region will represent more than half of all scheduled airline traffie by 2010, up from about one-third today, according to airline industry estimates. Conversely, the once-booming duty-free center in Alaska has fallen on hard times, as long-distance planes no longer need to refuel there. for trans-Pacifie flights.

Political considerations

A Strong Bond.

CARAN D'ACHE - DIVISION CADEAUX D'AFFAIRES - 19, chemin du Foron, C.P. 169 1226 THÔNEX-GENEVE - Tél. 022/3480204 Th. 418570 CDA - Fax 022/3498412

Giving a Caran d'Ache pen lo your business associates shows your "sayon faire" — and

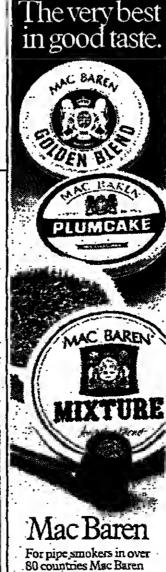
associates shows your "sayor laire" — a much more. Its usefulness brings genuine enjoyment — a gift the receiver will appreciate. Discreptly entianced with your company harne or logo, engraved or with a medalitor, it will soon become independent.

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are also important. The European Community's decision to extend intra-European duty free until 1999 has given the industry added time to restructure their revenue sources. In Eastern Europe, the airports traditionally sold prestigious — and other-wise unavailable — Westem goods to generate local currency. Now they are having to rethink their of-

One of the more recent trends is land-site retail shops in the airports. These take advantage of the captive customer base but are not always duty free Mr. Anderson and Mr. Mortensen of the TFWE cite the British Air-

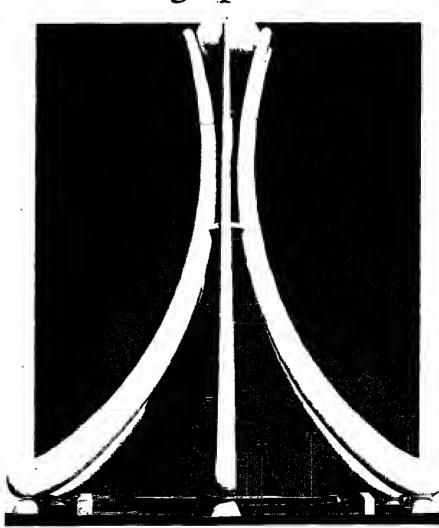
port Authority for "doubling or tripling" the number of retail outlets at Heathrow. "These retail stores may not be duty free," says Mr. Anderson, but they do compete with High Street prices." Claudia Flisi



tobaccos represent, above all, the very best in good Select and smoke a Mac Baren tobacco today and

see how right they are.

### One of the high points of Bahrain.



### Another one.



The Pearl Monument is one of the best known landmarks of Bahrain symbolising the island's rich history of pearl diving.

Another popular landmark is the ultra-modern Bahrain Duty Free Shopping Complex at Bahrain International Airport where you'll discover the present range of quality, international products at



incredibly low prices.

For your convenience you can shop 24 hours a day, every day of the year, both on arrival and departure. And if you are in transit what better place to spend your time than in the friendly atmosphere of Bahrain Duty Free. You really can't afford to miss it.



### 3 Russian Tourists Stabbed in Egypt

PORT SAID, Egypt — A man believed to be a Muslim militant stabbed three Russian tourists on Sunday at a marketplace in Port Said, security sources said.

It was the second attack on tourists in four days. On Wednesday, a British woman was killed and two British men wounded when gun-men ambushed their safari vehicle in the south.

The three Russians were hospitalized, and doctors said they would keep them for observation for up to 48 hours.

The security sources said one of them, a 23-year-old woman, was stabbed in the stomach. Her husband, 30, was stahbed in the shoulder, and another woman was stabbed in the chest

One source said a bearded man wearing a white djellaba — trade-marks of Muslim militants in Egypt — stabbed the three as they were taking pictures of a mosque near the marketplace. The assailant

(Continued from page 1) salvo of television advertisements

raising the risks that defeat of the

Premier Rohert Bourassa of

Quebec, the province's leading pro-

ponent of the changes, predicts a "burst of lucidity" when Quebeck-

ers vote. Mr. Mulroney speaks

hopefully of turning a large undecided vote his way. And the truly

resourceful are suggesting that with the victory by the Toronto Blue Jays in the World Series, the lift in

the spirit of national unity could

carry over into the polling booth.
But if surveys indicate the voters'

true feelings, it will take a massive

case of second thoughts for Cana-

Quebec is recognized as a dis-

seats on the Supreme Court are to

come from Quebec.

package would pose for future gen-

Russian tourists who arrived from Turkey in the morning aboard a

The militant Islamic Group, an underground organization that has been making hit-and-run attacks on the police, took responsibility for shooting the three Britons.

Three weeks earlier, gunmen opened fire at a Nile cruiser carrying 140 German tourists, wounding three Egyptian crew members.

More than 60 people have been killed in violence linked to Muslim militants this year, including militants, Christians, passers-by, members of the security forces and a prominent anti-fundamentalist

The Islamic Group, which emerged in Egyptian universities in the 1970s, has been involved in much of the violence and has increasingly threatened tourism, the country's top foreign exchange

CANADA: Reconciliation Effort Appears Doomed

of the accord that some westerners

perceive as giveaways to Quebec

are seen by many Quebeckers as

inadequate, part of a sellout to

Canada's English-speaking major-

Mr. Mulroney, a Quebecker, in-sists this is not just the best deal Quebec is likely to get, but is a good one on its merits. To repudiate it,

he said on the radio a week ago, would threaten French Canada with the fate of Louisiana's Cajuns.

cultural curiosities "singing and playing the banjo." Neither Cajuns

oor Quebeckers were amused.

side risk inflaming the other.

Proponents who soothe one

#### MODELS: Clinton's Vision Draws on Europe's Past

didate's proposals.

intellectual roots to the social engiownership to give the state the leading role in society and the economy," Mr. Bush said. ed in scope are the Democratic can-unbridled personal consumption.

Drawing parallels between him-self and Prime Minister John Major of Britain while trying to tar Mr. Clinton with the feathers of Britain's losing Labor Party, Mr. Bush asserted in a recent speech;

"Now, my opponent is drawn to these views. He and a number of his advisers studied them at Oxford in the 1960s." (Mr. Clinton and some of his closest advisers were Rhodes scholars at the British university.)

David Hale, chief economist at Kemper Financial Services in Chicago, who has close contacts with several of Mr. Clinton's economic advisers, said: "Intellectually, there is much in the European experience that the new-style Democrats around Clinton find attractive, but I wouldn't overdo the case. Clinton is not going to transplant European institutions to American soil."

By comparison with the hroad

ince - or a surprise "oui" would

mean a mandate for federalism -

is uncertain, and public-opinion surveys offer little help. While about 50 percent of Quebeckers say

they will vote against the Char-

lottetown accord, not all favor sov-

ereignty, and more say they prefer

the leadership of Mr. Bourassa to

that of Jacques Parizeau, leader of

the opposition to the pact in Que-

Many Canadians, east and west, French and English, voiced con-cern about the degree of self-gov-ernment proposed in the accord for

Canada's aboriginals. Questions

have been raised about what their

new rights and powers might mean

consensus in favor of social stabil- Perhaps the most fundamental Mr. Bush, who contended that the ity and the still-befty levels of gov- economic gap between Europe and Democrat's proposals "trace their ernment spending throughout in America is the lack of a value-Western Europe, the United States added tax, or a broad consumption neering ideas popular at the turn of remains far behind. Given that tax, in the United States. That abthe century." These socialist ideas wide gap, Paul Krugman, an econ-sence makes it difficult, if not imled to "large-scale government omist at the Massachusetts Insti- possible, for Washington to intute of Technology in Cambridge, crease social spending substantially Massachusens, and an adviser to and to encourage public and pri-Mr. Clinton, emphasizes how limit- vate investment at the expense of

> It also leaves the federal govern-"This is not Shining Path stuff." ment without a powerful tool to help close the U.S. budget gap. That makes it much harder for Mr. quips Mr. Krugman, referring to the Peruvian guerrilla group, "much less anything that would Clinton to carry out any agenda modeled after European social polseem remotely controversial among German Christian Democrats or most other European conservative

"A VAT is simply not part of the gram, which will clearly require its own funding everything Bill Clinton has called for amounts to oo is a real question whether Clinton more than six-tenths of a percent of can make both sides of the balance

#### POLL: Presidential Race Tightens

dent surveys, while showing a closer race, did not show the gap as

small as 5 percentage points.
"I never question samebody's polls," said James Carville, senior strategist for Mr. Clinton. "But this

with a margin like this."

"The race is going to tighten," he added. "I doo't think there's any question about that. I just think we've got to work hard coming down the stretch."

A Washington Post poll published Saturday showed an eight-point Clinton lead, while the Time Magazine/CNN poll released this weekend showed a seven-point gap.

The Times/CBS poll, based on interviews with 1,854 adults nationwide, has a margin of sampling error of plus or minus three percentage points, which means that statistically it is in the range of the ther polls.

Mr. Perot, many analysis said, opParadoxically, the registered voterating as a kind of miniconven-

ers seem to be operating under the tion, re-introducing him to the assumption that the election is American electorate. Thirty-nine over, with 6 in 10 expecting a Clin-percent said Mr. Clinton won the ton victory on Election Day, according to the Times/CBS poll.

To some analysts, this suggests three presidential debates, but 31 percent said Mr. Perot did, Oaly 15 percent said Mr. Bush won.

Perot may be exercising a "free vote," sending a message by back-ing him because they feel that nei-ther Mr. Bush nor Mr. Clinton need their vote.

Geoffrey Garin, a Democratic poll taker, argued, "Once there was this sense of inevitability associated with Mr. Clinton's election, voters could start to be for Perot without any sense of risk to it. You could be for Perot without having to worry about electing a president, or without having to worry about electing George Bush president."

Still, Mr. Perot has undergone a remarkable image-huilding since he re-entered the race. Twenty-nine percent now say they view Mr. Perot favorably, while 32 percent see him unfavorably. In early Octo-

ber, only 7 percent viewed him fa-vorably, while 59 percent held un-favorable views.

The debates were a clear boost to

tain extent, Japan already has economic hegemony in East Asia. The Japanese are not about to sacrifice their peace, prosperity and economic strength. Q. With the United States gradually reducing its military forces in the western Pacific, are

peace?

A. Both China and Japan have said repeatedly that they have un desire to fill any vacuum. Both are aware of the advantages that constructive en-

### Japan's Asia Role Inevitably to Grow

Despite reservations bring. Other countries in East among some other Asian nations, Malaysia has been pressing Japan to play a more active role in the region. In Kuala Lumpur, Abdullah Ahassertive rivalry between them. Q. In the interests of regional mad Badawai, the Malaysian foreign minister, discussed developments in Asia with Michael Richardson of the

Q. Has the time come for Japan to reduce its reliance on the United States and become a more independent actor in Asia-Pacific affairs?

International Herald Tri-

A. This is inevitable. We are talking of an increasing political role for Japan in the region. lis efforts to belp settle the con-flict in Cambodia are a good

#### MONDAY Q&A

example. The Japanese are making a contribution to reconstruction of the country, and to peacekeeping uodet United Nations auspices.

We do not want Japan to stand aside until the situation becomes normal, and then stride in like a colossus using its economic power to take advantage of all the opportunities that Cambodia offers.

Q. Don't some Asian nations still mistrust Japan?

A. That is a legacy of history, of what Japan did during and before World War II. Japan does not want to repeat that.

I do not think that the Japa-oese people would endorse any military adventures. They are enjoying economic influence now far in excess of some countries which are militarily more powerful than Japan. To a cer-

you concerned that China and Japan may engage in increas-ingly assertive tivalry that would undermine regional

gagement and regional stability

them in a network of cooperative relations. So it is unwarranted to speculate that there will necessarily be increasingly

stability, should the U.S.-Japan security relationship remain intact and strong? A. That is something the

United Stats will always want. The United States now sees Japan as a competitor and an economic power that is not easily handled. Allowing Japan to act very much on its own would not be in the interests of the United

Hence, American opposition to our proposal for an East Asian Economic Caucus. The United States would never want Japan to develop its own con-stituency in East Asia, That would make Japan more and more difficult to handle. One of the major concerns of U.S. foreign policy is how to manage

Q. Despite opposition from Washington, will the Malay-sian-spoosored plan for an eco-nomic grouping of East Asian nations become a reality? A. Countries in the region are

already cooperating closely. This is borne out by the intrategional trade figures. As America and Europe become increasingly protectionist, com-mon concerns for an open and free international trading system will inevitably draw East Asian states together to pro-

mote economic growth and safeguard their global interests.

Q. Malaysia always seems to be criticizing the United States and other Western powers. Yet your country has been a major beneficiary of the Western market system, trade, investment and technology. Why is the West such a prominent Malaysian target?

A. It has never been Malaysian government policy to target Western powers. Our objective is to safeguard our national interests and those of other developing nations that are threatened by certain policies and actions of the West.

If we have sounded critical of the West on certain issues, it is because their policies have been selective and discriminatory. They have unjustly constrained the economic growth of developing countries, including Ma-laysia.

### Pact Ends **Battle for** Capital of Tajikistan

MAL MARKET

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CHARLES SHEET

established to b

gorale Franc Compiled by Our Stuff From Dispusches DUSHANBE. Tajikistan - Forces loval to Tajikistan's ousted president, Rakhman Nabiyev, were reported to be withdrawing from the capital of Dushanbe on Sunday, the Itar Tass news agency said.

Gunfire continued in the city, but Itar-Tass quoted a local television commentator as saying, "The attempted coup has failed it quoted the commentator as saying that forces loval to Mt. Nabiyev had agreed to leave the parliament building they seized over the week. end and that government forces had "liberated" other government buildings.

The television said the accord was reached in talks between Akbarsho Iskandarov, acting head of state of the Central Asian republic and a Nahiyev ally, Safarali Kenjayev, at Dushaobe's Russian Army headquarters.

It also said an emergency parlia-mentary session would be held on ...

The agreement offered hope of a oegotiated solution to the uprising against Acting President Akbarshah Iskandarov by supporters of Mr. Nabivev.

About two-dozen people report-edly were killed Saturday in street

The U.S. Embassy, including Ambassador Stanley Escudero, was evacuated Sunday by a U.S. military plane, a State Department spokesman said in Washington.

Mr. Nabiyev was ousted last month by a coalition of radical Muslims and parliamentary democrais after months of civil war in the southern regions of Kurgan-Tyube and Kulyab.

The conflict entered a new phase on Saturday when forces from ku-lyab, a stronghold of support for --Mr. Nabiyev, seized the parliament building in Dushanbe.

Russia said it feated "catastrophic consequences" if the con-flict, which has killed bundreds of people since May, spread unchecked through Central Asia.

"The destiny of Russian citizens in that country is a matter of particular concern," the Russian Foreign Ministry said. The wording suggested that Russian troops, who have so far been neutral, could be used if the large Russian population became a target.

(Reuters, AP)

#### Here's What Canadians Are Voting On vincial jurisdiction, but the federal TORONTO - The question begovernment continues to control ing put to Canadian voters Monnational institutions such as the Canadian Broadcasting Corp. "Do you agree that the constitu-tion of Canada should be renewed A new Senate with six senators on the basis of the agreement reached on Aug. 28, 1992?" Following are highlights of that

from each province and one from each territory is created.

in the House of Commons. Quebec tinct society; at least three of nine is permanently guaranteed 25 percent of the seats in the Commons.

• The inherent right to aborigi-

Ontario, Quebec, British Co-lumbia and Alberta get extra seats

Whether rejection by Quebeck-ers would constitute an endorse-or what the price tag might be.

porters were hamstrung by tensions ment of sovereignty for their prov-inherent in compromise. Elements ince — or a surprise "oui" would

 Existing national programs such as Medicare are protected. In oew cost-sharing programs, prov-inces can run their own with federal money if they meet national objec-

· If provinces so wish, they can control federal money spent on housing, recreation, forestry, mining tourism, urban affairs and job

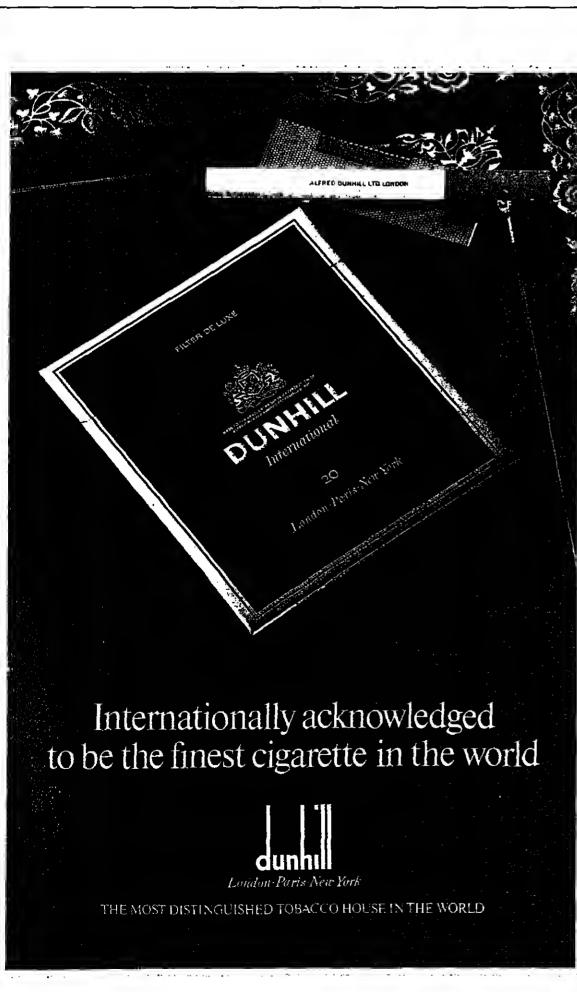
· If provinces so wish, they can the prestigious Cervantes prize for literature in 1982 and Spain's na-tional poetry prize in 1951, was take control of immigration and regional development.

#### Luis Rosales, Poet, Dies best known for such works as "La

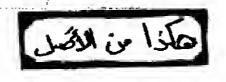
MADRID — The Spanish poet and literary critic Luis Rosales, a winner of the Spanish-speaking world's top literary award, died from a brain bemorrhage Saturday

Casa Encendida" (The Burning House), "El Contenido de la Ra-zón" (The Content of Reason) and "Diario de una Resurrección" (Diary of a Resurrection). Takashi Hasegawa, 80, a former Mr. Rosales, who was awarded

justice minister and an influential member of the governing Liberal Democratic Party, died of fiver ill-ness Oct. 19 in Tokyo.







#### APITAL MARKETS

### erman Rate Prospects **avigorate Franc Issues**

By Carl Gewirtz tional Revald Tribuni

ARIS - While analysts argue about how fast short-term German interest rates are likely to fall over the coming weeks, investors are positioning themselves for continued reductions are positioning memserves for continued reductions and are moving back to European markets cre yields are higher on the assumption that the German easing I put an end to the turmoil in the foreign-exchange market. The major beneficiary is expected to be the French franc. The tish, Spanish and Italian bond markets have also rallied, but how much participation from international investors as current.

hout much participation from international investors as curren-values in those countries remain suspect. It's widely assumed that near year-end Italy will reinsert the lira

The idea is that a

end the currency

market turmoil.

Bundesbank easing will

the European Community's ed-parity exchange rate schanism and at that time the seta, the escudo and the Irish nt will be devalued. Sterling is pected to maintain its indeodent float outside the system

Klaus Baader, a London-

sed analyst at UBS/Phillips &
ew, expects a change in the direction of capital flows "increasingto those markets that will benefit most from a reduction in ERM isions - mainly the French franc as well as perhaps the Danish

Evidence of the changed mood in Europe was signaled last week a significant shift in yield curves in German and French bond arkets. For the past two years, these have been inverted with ort-term rates higher than long-term rates — an unnatural uation created by the Bundesbank'a rigid credit policy.

Although the Bundesbank has continued to maneuver interest

tes down during and after last month's currency crisis, its reducm last week of another 0.15 percentage point in the money-arket rate triggered a rally that sent yields on 5-year paper mificantly below 10-year bonds.

In Germany, this put the five-year rate at 7.05 percent, down om 8.25 percent at the start of the month, compared to the 10-year eld of 7.3 percent, down from 7.38 percent In France, the yield for five years ended the week at 8.1 percent,

own from 8.5 percent, and for 10 years at 8.21 percent, down from 53 percent At the same time yields fell, the risk premium on the franc also

rank. During the currency crisis, the yield on French bonds was iven up to stand at 1.3 percentage points, or 130 basis points, over erman paper. By last week, that spread was down to 91 basis That is still some distance from the narrowest spread of some 35

isis points seen early this year, but anticipation of the spread turning to that level implies that prices on French bonds will be sing faster than in Germany and illustrates why international vestors are pouring into the market. The Deutsche mark clearly remains appealing to investors, as

itnessed by the jumbo issue of 5.5 billion DM issued by Britain. entsche Bank, the lead manager, estimated that less than 20

See FRANC, Page 13

### Time to Prime the Pump?

By Steven Greenhouse

New York Times Service

NEW YORK — Ever since President Franklin

D. Roosevelt launched the Works Progress Administration and other New Deal ventures to help the one in four Americans out of work during the Great Depression, policymakers have looked to fiscal stimulus as a life raft to rescue the nation

Though the success of the New Deal is debated - it took World War II to end the Depression the vast job creation program, based on the pre-cepts of John Maynard Keynes, put almost 4 million Americans to work building the Hoover Dam, LaGuardia Airport and other public projects. Some economists say it laid the basis for more equitable distribution of wealth when recov-

ery occurred. This year, even though the economy remains stalled, all three presidential candidates are looking askance at fiscal stimulus, the use of deficit spending to create jobs and consequent growth.

President George Bush, Governor Bill Clinton and Ross Perot are all pushing plans to strengthen

the economy in the long term, but they are loath to try short-term stimulus because increasing the deficit would open them to charges of fiscal irrespon-

This reticence will disappear around Inaugura-tion Day, Whoever is elected will want to get off to a strong start and may turn to fiscal stimulus because

oothing else seems likely to jolt the economy.

"If Clinton is elected and the economy is flat or negative into February, you don't have to be a rocket scientist to see that he will call his advisers together and say, T want a plan to get this economy moving again, "said Robert F. Westcott, an economist with the WEFA Group, a consulting firm in Bala Cynwyd, Pennsylvania.

In Mr. Cinton's plan, he proposes to spend \$20 billion a year on highways, high-speed rail and other public-investment projects. Few economists view his approach as fiscal stimulus, however, because spending would be offset by measures to simultaneously reduce the deficit, like increasing taxes on the wealthy and trimming numerous government

See SPEND, Page 13

### U.S. Tool Orders Soar

77% Gain Is Seen as New Sign of Recovery

WASHINGTON - Orders for U.S.-made machine tools jumped 77.1 percent in September, the industry reported Monday, the largest monthly gain in more than two decades and another sign the economy is poised to expand.

poised to expand.

Machine-tool orders, which include metal cutting and metal forming instruments, are a barometer of industrial output and capital spending.

The big increase was measured on a month-to-month basis. Compared with a year earlier, September orders were up 6.1 percent, according to the Association for Manufacturing Technology.

"However, due to the deepening decline in export orders, it is unlikely that the industry will post a fourth quarter equal to the \$798 million posted in 1991," said Albert Moore, president of the trade group.

Albert Moore, president of the trade group. Analysts said that the statistics, not adjusted for seasonal considerations, were prone to wide swings.
The data "bounces all over the place," said Russ Sheldon, an economist at Mellon Bank in Chicago. "It takes several months to build up a trend."

Year-to-date orders were 3.9 percent ahead of 1991. The last time there was such a month-to-month gain was from November to December 1970 when orders climbed 79 percent, the association said.

climbed 79 percent, the association said.

Domestic orders increased 70.1 percent in September after declining 24.7 percent to August. Export orders advanced 115.7 percent after losing 2.8 percent.

Spending on plant and equipment usually increases in September because many businesses are closed for the summer vacation during August, analysts said.

See 11 41 to another receiving sign 2 said Courtle 1 at a contract of the summer vacation during August.

Still, "It's another positive sign," said Cynthia Lat-ta, an economist at DRI/McGraw-Hill in Lexington. Massachusetts. "It's consistent with some of the other things we're seeing," she said, citing declining unemployment claims and increasing bank loan activity.

The backlog of machine-tool orders, which measures how fast makers are meeting demand, increased to \$1.484 billion last month from \$1.458 billion in August. September's level of machine-tool orders. \$283.85 million, followed a decrease of 22 percent to \$160.25 million in August, the industry report said.

### Bundesbank, Eye on Rates, Sells Dollars

PARIS - The Bundesbank has been discreetly selling dollars over the past few days, in part to keep its options open for a cut in leading interest rates, according to market analysts.

The sales are of dollars the German central bank received in repayment for its intervention during last month's European currency crisis, as the French central bank also sells francs to pay off its debt to the Bundesbank.

The German sales have a double goal. In purchasing Deutsche marks, the central bank can extinguish some of the unwanted liquidity created in September when it sold 92 billion DM (\$60 billion) defending the European Community's semi-fixed exchange rates.

The dollar sales also contribute to putting a brake on the currency's rebound, reducing the risk of a runaway recovery that could push down the mark and impede prospects for further cuts in German interest rates. The dollar ended the week at 1.5280 DM, a

Monday's low of 1.4780 DM. The inability to sustain a level above 1.53 DM tempered expectations about how fast and how far the dollar is likely to rise.

bit below its high of 1.5360 DM but well above

"This isn't an explosive rally, I don't see the dollar near-term much over 1.55 DM but the environment is positive for the dollar," said Ian Amstad at Bankers Trust in London, referring to the steady narrowing of the gap between short-term U.S. and German interest rates.

With German levels retreating and U.S. rates modestly firming, the differential now stands at 5.25 percentage points in the mark's favor — significantly below the 6.5 points prevailing before last month's upset in the currency market.
"The dollar would be on its way to 1.60 DM
if it weren't for the central bank sales," one

Other European central banks would oo doubt prefer a rapid rise for the dollar, since a weakening mark also translates into reduced

tensions within the exchange-rate system. But as it is, the mark is still weaker and the tensions are subsiding anyway. And by braking the advance, the Bundesbank is perceived to be improving the prospect for further reductions

in interest rates. "They can ease with less hesitancy," said one expert. In his view, the internal struggle within the Bundesbank between the Frankfurt directors who favor easing and the regional directors who are more cautious could be lost if the dollar sourced above 1.60 DM — a level that would rekindle worries about fanning German infla-

tion by raising the cost of raw-material imports. Restraining the dollar's advance would also suit U.S. officials who consider that a weak

dollar enhances prospects for exports, the one bright sector in a still sluggish economy. Bankers believe that what the Bundesbank labels as commercial sales spread among a number of banks is an unloading of dollars received as payment for last month's intervention. Bankers suspect the dollars are coming from the central banks of Spain and Britain. France last week announced it had recovered

rance last week amounced it had recovered nearly three-quarters of the money spent last mouth to defend the franc. The currency has held remarkably steady, around 3.3940 per mark. The speculation against the franc started when it was trading at 3.4050 and intensified at 3.41.

By holding the rate at 3.3940 instead of allowing it to be driven up, France allows the speculators to minimize their losses but also gives some relief to demestic expectators.

gives some relief to domestic exporters. Once the debt to the Bundesbank is fully repaid, bankers expect France to start reducing

interest rates. The cost of overnight money ended last week at just under 10.5 percent, the lowest level since the currency crisis, and the adminis-tered five- to 10-day refunding cost, still at 13 percent, is expected to be reduced quite soon.

But any change in the Bank of France's 9.6 percent intervention rate is unlikely until after the U.S. election on Nov. 3. Given the dollar's recovery, analysts warm

that if the October labor report, to be published Nov. 6, is gloomy the Federal Reserve could again cut interest rates without having to worry about seriously damaging the currency.

"Another cut by the Fed is quite possible said John Lipsky at Salomon Brothers in New York. While that could force the dollar to retreat, Mr. Lipsky said he sees little likely damage.

- CARL GEWIRTZ

### Hard Line on GATT Gets Gaullist Support

PARIS —A senior French opposition leader said on Sunday that Europe should stick together in the face of U.S. pressure during the GATT trade talks.

Implicitly supporting the Socialist government's stand since the sixyear-old talks on liberalizing world unde broke down last week, Edouard Balladur said in a television interview, "I hope that we do not give in to pressure and that the Europeans show some solidarity. The comments by Mr. Balladur, a senior member of the Gaullist

party, Rally for the Republic, came after Britain and Germany on Friday put pressure on France and on the EC Commission to reach a quick settlement in the dispute over farm subsidies and oilseed production that caused the breakdown in U.S.-EC talks in Brussels.

The French agriculture minister, Jean-Pierre Soisson, later said he was meeting Sunday evening in Paris with key EC counterparts and that the meeting showed the EC's will to present a "shared position." The U.S. trade representative, Carla A. Hills, said Friday that Washington was ready to impose tariffs on a list of EC exports in

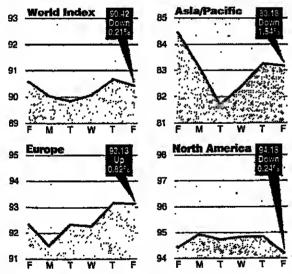
washington was ready to impose tarins on a list of EC exports in retaliation for oilseeds subsidies. But an EC spokesman said; "We are still working on a solution that would avoid this kind of action." A U.S. official said Sunday in Washington that the U.S. agriculture secretary, Edward Madigan, and the EC farm commissioner, Ray MacSharry, might meet Wednesday in New York.

Meanwhile, Governor Bill Clinton said there was "oothing to" a

London newspaper report that his campaign hatched a secret deal with Jacques Delors, the EC Commission president, to delay a GATT agreement until after the Nov. 3 election. The Sunday Telegraph of London reported that the idea was to deny President (Reuters, AFP, AP) George Bush credit for a trade pact.

## THE TRIB INDEX

International Herald Tribune World Stock Index. composed of 230 internationally investable stocks from 20 countries. compiled by Bloomberg Business News. Week ending October 23, dally closings. Jan. 1992 = 100.



Industrial Sectors/Weekend close

|           | 19/23/82<br>cipes | 10/16/92<br>close | change |                | close  | close | change |
|-----------|-------------------|-------------------|--------|----------------|--------|-------|--------|
| Energy    | 94.19             | 94,49             | -0.32  | Capital Goods  | 90.81  | 91.73 | -1.00  |
| Utilities | 87.12             | 88.57             | -1.64  | Raw Materials  | 92.92  | 91.89 | +1.12  |
| Finance   | 82.29             | 82.90             | -0.74  | Consumer Goods | 82.10  | 92.64 | -0.58  |
| Services  | 97.13             | 96.11             | +1.06  | Miscellaneous  | 101.72 | 97.54 | +4.29  |

The index tracks U.S. dollar values of stocks in: Tokyo, New York, London, and Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Hong Kong, Italy, Netherlands, New Zealand, Norway, Singapore, Spain, Sweden and Switzerland. In the case of Tokyo, New York and London, the index is composed of the 20 top issues in terms of market capitalization. In the remaining 17 countries, the ten top stocks are tracked.

#### **CURRENCY RATES**

| 32   |   |   |                                      |   |   |                  |  |                  |   |  |   |
|--|---|---|--------------------------------------|---|---|------------------|--|------------------|---|--|---|
| ross R   | late  | •   |                                      |   |   |                  |  |                  |   | •  | Oct. 23   |
| derstam takes takes takes taken take | 1,734<br>71,89<br>2,5172<br>1,6144<br>187,867 | 2779<br>56.51<br>2.657<br>176.581<br>2.151.00<br>1.6225 q<br>1.3465<br>197.92<br>2.0225<br>2.2025 | 20.9025<br>2.464<br>71.551<br>077.80 | F.F.<br>43077<br>4985<br>02944<br>83732<br>71,94<br>291,90<br>119<br>02408<br>02408 | 0.1141 °<br>2.140.91<br>2.165 °<br>1.340.90<br>8.3671 °<br>0.918<br>0.919 ° |                  | B.F.<br>6446 *<br>59.4<br>1.846<br>0.45<br>0.144<br>3.715<br>3.965 * |                  | Yes: 1,715 * 42573 1,251 * 15,165 * 18,171 121,45 4,272 * 1,4345 * 1,4345 * 1,4345 * 1,4345 * | CS<br>1.3015<br>34928<br>1.221<br>2.0112<br>47,99<br>1,844.00<br>1.2463<br>4,1714<br>97,12 | Pesets<br>1571 *<br>2346*<br>1377 *<br>17472<br>1225<br>169.15<br>4746*<br>1,141 *<br>1,2472* |
| CU<br>Se   | 1,2901  | 0.796<br>1.8744   | 1.9657<br>2.1601                     | 6.66T<br>7,6147   | 1,722.51<br>N.A.  | 2.2118<br>2.4977 | 44,765<br>44,7658  | 1,7513<br>1,7323 | 155.540<br>171,514  | 1,563<br>LX42  | 140.446<br>156.42   |

| THICY POTS        | Currency      | Per S  | Currency     | Per \$  | Currency          | Per i |
|-------------------|---------------|--------|--------------|---------|-------------------|-------|
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### **Major Says Rate Cuts Possible**

LONDON - Prime Minister John Major said Sunday he expected interest rates to be cut further to bolster the economy but would not make any move until "it was pru-dent to do so."

Mr. Major, speaking on BBC ra-dio, said he had heard the consistent cry from homeowners and businessmen to get interest rates down.

"We do not want to imperil the fact that we have been able to get interest rates down and will look. when it is prudent to do so, for further reductions," he said. British interest rates were last out

on Oct. 16, when bank base rates were brought down to 8 percent from 9 percent. The prime minister's comments

came as his government struggles to formulate a new economic policy following the withdrawal of sterling from the European Monetary System's exchange-rate mechanism. The chancellor of the Exchequer. Norman Lamont, is expected to

outline more details of the government's economic policy when he addresses bankers on Thursday. Mr. Major said Sunday that he believed if the right policies were followed, there was no nisk of the recession turning into a slump.

He listed these policies as agreement in the current talks on world trade, the move to the single market in Europe by the end of 1992 and the proper domestic policies. Around Europe, meanwhile, Britain's decision to strike out on

its own for economic growth is finding little sympathy. The feeling instead is that unless real incomes are squeezed in Brit-ain to offset the stimulus of lower rates and a cheaper pound, any spurt of growth will be consump-tion-led instead of investment-fed

"The view from the Continent is that Great Britain is in a mess," said Stephen McLelland of the trade union committee that advises the OECD in Paris.

**New York Notebook** 

### Fear of a 'Clinton Effect' Clutches Bond Traders

Wall Street has contracted a disease diagnosed as Clintonitis. Symptoms: verti-go caused by Bill Clinton's lead in the polls, nausea over the possibility of larger budget deficits, and gagging at swallowing bonds, the price of which has sagged most of this month. Prognosis: firm interest rates and weak prices until bond buyers are satisfied that Mr. Clinton will not try to stimulate the economy by a larger defi-

cit. (Page 13)

The fever is likely to undulate until Nov. 3, after which yuppie bond traders — many of whom cannot remember when a Republican was not in the White House and the deficit was not growing - may have to adjust to the idea of a Democratic president. The fears of even more of a runaway deficit under the Democrats are "overblown," say Cynthia Latta and Da-vid Wyss of DRI/McGraw Hill in their weekly market letter. Congress would increase spending if President George Bush returned but would find gimmicks to conceal it because Mr. Bush would veto new tax bills, they say. "Mr. Clinton, by con-trast, will not be afraid to raise taxes, and any rise in spending is more likely to be offset by real and permanent revenue in-creases under Clinton than Bush," they

The Clinton people deny they hope to juice the economy with a secret plan. There is not one sitting on the shelf, there is not one in planning," Robert Shapiro, a Clinton economic adviser, told Washing-

ton reporters last week. "We are not theologically against a stimulus, but we've got a \$330 billion deficit and financial markets are very concerned. You can't operate in the absence of evidence and economic logic," he said.

#### Salomon Gives Some Back

After Salomon Inc. reported a drop in income to a measty \$6 million in the third quarter as trading profit fell 65 percent, competitors began wondering whether last year's Treasury bond scandal had finally taken the heart out of the firm. Not yet. The second quarter was a huge trading success, earning \$375 million before charges. "You can't have quarter after quarter of super profits without giving some of them back," said Perrin Long of First Michigan Corp. "Even Ladbroke's

As usual, Salomon held its cards close to its chest and said nothing, but the firm has a cleverly structured and carefully hedged portfolio of bonds around the world that depend on studied currency relationships -and they suddenly exploded along with the European exchange-rate mechanism in September. "It's not a fatal flaw," said Michael Lipper of Lipper Analytical, which rates securities firms.

But it could mean going back to the drawing board with the help of John Lipsky, the firm's new and internationally minded chief economist.

The big winners from last month's upheavals were those with bigger wads of capital and fewer regulatory constraints than Salomon. That was especially true of offshore funds, which used the traditional technique of shorting the weakest currencies by borrowing in, say, lire, converting to Deutsche marks, and then selling at a profit after the weak currency succumbed. Forbes magazine reported this weekend that Caxton Corp. made \$300 million this way and George Soros's Quantum Fund made an astonishing \$1.5 billion.

#### \$20 Billion for Telekom?

Is Germany the country of the next miracle telephone stock? Managers of Deutsche Telekom took a road show to the United States this month to interest the financial community in what will be Germany's largest quoted company if the German legislature approves taking the public utility private later this year. For now, the Germans are trying to market only their government-guaranteed bonds and want to introduce them in New York for greater international recognition against the day that they eventually float stock.

Telekom needs billions in capital up front to modernize the old East German system — \$20 billion this year alone on total revenue of \$33 billion. Potential is similar to Mexico now and Spain a few years back: In the East German states the

population of 19 million has only 11 telephone lines per 100 people, compared to 52 lines per 100 among 60 million West Germans. Telekom wants to bring the Eastern states up to Western levels by the year 2000. Needless to say, fund managers in Boston and New York eagerly wanted to hear more about an imminent stock issue. Full privatization needs a two-thirds vote in the legislature, which means the opposition Social Democrats have to agree. Keep holding.

#### Back to Jail, Sort of

Paul Erdman's next novel is taking him full circle - back to jail, where the banker-turned-author started his first book in

Switzerland a generation ago. His new hero is serving time across the hall from the junk bond king Michael Milken, but, said Mr. Erdman, "My man is the only one who didn't fink. Every one of these guys finked on their friends to get off lighter, and what happens now? I won't tell you the rest of the plot, but it's about the '90s. We are in an age of disinflation, in marked contrast to the '80s, and this makes life more difficult to live whether you are American, German, or Japanese. We must have very modest expectations." Needless to say, his publisher and agent do

Lawrence Malkin

### Taiwan Widens Investment in China

TAIPEI - Taiwan, expanding its economic ties with China, plans to lift a 40-year-old ban on investment by its service industries on the

The cabinet's Mainland Affairs Council on Saturday approved a proposal that would allow 158 types of service companies, in-cluding retailers and wholesalers, trading concerns, and restaurant and nightclub chains, to set up and will fizzle out in a burst of operations in China.

U.S. \$400,000,000

National Westminster Finance B.V.

Guaranteed Floating Rate Capital Notes 2005 In accordance with the provisions of the Notes, notice is hereby

given that for the six months Interest Period from October 23, 1992 to April 23, 1993 the Notes will carry an Interest Rate of

3,6875% per annum. The interest payable on the relevant interest payment date, April 23, 1993 against Coupon No. 16 will be

By: The Chase Manhattan Bank, N.A.

London, Agent Bank

Chinese mainland,

Businesses ranging from com-puter-software service to manage. ment consulting, environmental protection, advertising and pub-

vest, though some may be restrict-ed by Chinese anthorities for become vulnerable to political political reasons.

The proposal is expected to go into effect after final approval by the cabinet, Ma Ying-jeou, the council's vice chairman, said.
Investments will have to be made through third parties, such as Hong Kong, to respect Taiper's prohibition on direct contact with China. Economists said they did not ex-pect a major flow of new projects as

many service companies had al-ready invested in China in defiance of government policy. Approval of the proposal had been expected for many months lishing will also be allowed to in- but was delayed by the govern-

Herald Eribune LIVING IN THE U.S.?

pressure from China,

Meanwhile, a newspaper report Sunday quoted a Taiwan official as

saying that Taiwan would help its

companies extend their involve-

ment in China by gathering infor-

mation and advising them on how

The United Daily News quoted

Chiang Ping-kun, vice minister of economics, as saying at a seminar that the ministry would help local companies set up strongholds in

China so they could compete with other countries investing there.

to set up industrial associations.

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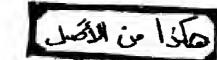
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#### FRANC: Prospect of German Easing Brings Recovery

an German government notes as sold within Germany.

More than 60 percent was taken ritain and Switzerland, and about 5 percent was sold in the Far East. he paper ended the week trading only 8 basis points over the

Ireland, which earlier in the onth sold 300 million DM of 10ar bonds, last week added anoth-200 million DM that was offered a spread of 38 basis points over TIMAN DADES.

The French market was also ace with issues of 1.5 billion francs m Alcatel Alsthom for four irs, Banque Nationale de Paris five years and Credit Foncier 10 years. The luxury goods mpany LVMH Moet Hennessy us Vuitton sold 1 billion francs four-year notes. Electricité de mee sold 10-year zero-compon ids, raising 400 million francs at

ast of 8.5 percent.

More than 60 percent was taken stantial capital gains fairly quickly percent investors, mostly in these maturities.

Activity in the dollar sector of the market is restrained. Although investors are comfortable with the prospect of a dollar recovery in the foreign exchange market they remain wary of long-term bonds, fearing a rise in interest rates if Bill Clinton is elected.

Collared floaters remain popular, especially with Swiss investors. and the European Investment Bank and the World Bank each sold \$100 million of 10-year notes carrying a coupon of 4-point below the London interbank offered rate but with a minimum coupon of 5 percent comfortably above the current Libor rate of 3 9/16 percent, J.P. Morgan sold \$150 million of 10year paper with a minimum coupon of 5% percent.

In the fixed-coupon sector, inlankers report a tremendous in-use in demand from institutional vestors are only interested in short-dated paper and ABB Internation-

continued from first finance page) investors for francs, but mostly con- al Finance. Denmark and General ircent of the five-year paper — isoed to yield 10 basis points more isoed to yield 10 basis points more maturities rather than long-term or zero-coupon debt. This is because al Electric paper was priced to yield the return to a more normal yield 45 basis points over the governcurve is expected to produce sub-stantial capital gains fairly quickly ceived. A spread of 41 basis points for Denmark was considered to be aggressive. ABB, whose debt is rated AA, was offered at a spread of 58 basis points.

For yield-hungry investors, the Mexican issuers Cemex and VPP Holdings offered medium-term debt yielding, respectively, 450 basis points and 350 basis points over comparably dated U.S. government paper.

In the equity-linked market, CS Holding Finance — whose main assets are Credit Suisse, Credit Suisse First Bostoo and Elektrowatt - sold \$500 million of 10-year bonds convertible into stock at 2,270 Swiss francs, a preminm of 11.82 percent over the current stock price. The issue was well received and increased from the \$400 million initially indicated. Offered at par, the paper ended the export credit guarantees from eight week at a modest premium of and a half years or 10 years to 15

### LUMP: Germany Bows to Harsh Economic Reality

(Continued from page 1) as new sources of income are

nd. Broadly, they said, a one-entage-point reduction in the with of pan-German gross na-al product results in a 15 billion loss in general government

he government has been weighvarious proposals for a highway increased oil taxes and a higher me tax on the well-to-do, and > has not entirely ruled out a troduction of a special one-5, 7.5 percent income surcharge coded in July.

ir. Kohl explained the necessity in increases by the need to pay growth estimate for 1992 to 1 per-

debt due in 1995, but he has been aware of that deadline for some time. Analysts said sluggish German economic growth, which is already cutting into tax revenues, was also a major factor. After months of cautious opti-

mism, Mr. Kohl now clearly said Germans would have to prepare

themselves for "rawer times." The country's semi-official Council of Economic Advisers, meanwhile, will announce Tuesday that the government expects the West German economy to expand only 1.5 percent or less next year, not 2.5 percent as previously main-tained. In April, the council cut its

The council of economic advisers forecast that inflation in 1993 will Clinton promises, most economists run at around 4 percent, well above taxes, spending cuts and deregula-tion, but administration officials the Bundesbank's 2 percent target. A spokeswoman for the Eco-

admit it is not a plan to spur shortnomics Ministry said Saturday that forecasts for East German economterm growth. Mr. Perot's plan to eliminate the deficit over four years is the opposite of fiscal stimulus. By increasing taxes and cutting spending, it would slow growth for several years ic growth also were likely to be cut. The ministry had previously forecast 1993 East German growth of 8 to 10 percent. before leading to faster growth late will be so strong that the stimulus this decade. Many economists feel most Americans, weary from years If the next president pushed a Pessimism about the state of the economy has been reinforced re-

cently by weak indicators of indusmost Americans, weary from years of stagnating income, may not want to wait that long.

Indeed, with the economy sliding

If the next president pushed a program through Congress in February, it might take a month for Maine or Mississippi to bid a highsideways like a lethargic crab, more way repaving contract, and another and more economists want the candidates to promote stimulus plans, buy asphalt and hire workers.

Stock Indexes

#### count-rate cut on July 2. With the election just over a week away,

NEW YORK - The U.S. Treasury market faces a slew of concerns this week, inchiding oote auctions, fierce election cam-paigning and the likelihood of slightly improved economic data.

The biggest headache, analysts said, is the \$25.75 billion of two-year and five-year notes to be sold Tuesday and Wednesday. "No one likes to buy in a market as volatile as this," said Jeremy Zukowski, an economist at PaineWebber Inc.

Mr. Zukowski said the success of the auctions hinges on whether the market steadies after last week's sell-off. But many analysts and traders said they thought the tone going into the auctions would remain bearish. "The market is solidly in a downward

trend oow," one bond trader said. Last week, Treasury securities plummeted and yields surged, triggered by worries about the presidential election and the November quarterly refunding.
The 30-year beliwether Treasury

LDC Loan

WASHINGTON - Export-

credit agencies and governments of

industrial countries must reverse recent trends by assuming more of

the risk for commercial-hank loans

to developing countries, an institute representing the world's larg-

est banks said in a report for release

The credit agencies must ac-

knowledge changes in the global economy by making guarantees for longer periods and by covering pro-

jects in developing countries that finance imports, the Institute for

International Finance said. The in-

stitute made its recommendations

in a letter to the Group of Seven

Developing countries in Asia, Latin American and Eastern En-

rope will need considerable sums of

money in the coming years for

building infrastructure and ex-

panding industrial capacity. They

will need financing from commer-

But many commercial-bank offi-

cers vividly remember the fallout from the debt crisis in the late 1980s

and are wary of resuming leading

"As countries privatize stateowned enterprises, there will also be a shift from public- to private-

sector borrowers," the report said. Moreover, financing in the future

will be based on expected returns

from investments, oot from gov-

ernment assurances of repayment

cooperation and coordination be-

tween private and official lenders.

including both export credit agen-

cies and multilateral institutions."

Those groups must act based on

the recommendations of the insti-

tute to get commercial banks to

make essential loans for projects in

companies and private insurers.

The export credit agencies' com-

mitments for long-term projects in

developing countries fell to \$12 bil-lion in 1991, from \$18 billion in

Guidelines for grace periods and

repayment terms are too strict for

many projects, which generate cash

the deficit by nearly as much as Mr.

Mr. Bush's plan relies on lower

1981, the institute said.

years, the institute said.

"There will need to be greater

or other collateral.

the letter said.

cial banks, the institute said.

without payment guarantees.

industrial countries,

Burden

on Monday.

96 20/32 the prior week. That pushed the yield up from 7.53 percent to 7.64 percent the highest since the Federal Reserve's dis-

Heavy Supply Tops List of Bond Market Worries

many professional bond investors seemed to

#### U.S. CREDIT MARKETS

run for cover by unloading securities and moving to the sidelines. Bond traders and money managers said investors were reacting to worries that a Democrat in the White House would mean increased spending, a larger budget deficit and higher inflation, which would be bad oews for the fixed-income investor in bonds.

didate Bill Clinton in the lead. "Over the last four decades, it's fair to say that the U.S. bond market has performed better under Republicans than Democrats," said W. Stansbury Carnes, an economist at Shearson Lehman Brothers. "As a result,

Polls continue to show the Democratic can-

than they otherwise would be."

But David Ader, senior fixed-income analysts at First Boston, said he believed "Clin-

ton is a coincidental indicator, not a determining one." "The market is ready for Clinton. It al-

ready has priced in the victory." Meanwhile, analysts said expectations of a mild improvement in economic data to be released this week are also likely to weigh on the market.

The oumbers include a preliminary report on third-quarter gross domestic product and the Conference Board's October consumer be slightly stronger than the 1.5 percent rate recorded for the second quarter, but consum-er confidence is likely to slip.

ended Friday at 95 12/32, down 1 8/32 from conventional wisdom holds that a Clinton Monday, and new home sales, due out Frivictory means interest rates will be higher day, are expected to show increases.

"I think the tone is going to be stronger-than-expected oumbers." said Marilyn Schaja, money market economist at Donaldson, Lufkin & Jenrette. "The economy may be picking up here."

Peter D'Antonio, an economist at Citicorp, said the November quarterly refunding was also a concern. The details of the auctions will be announced on Nov. 3.

"Between now and the end of the month, there is nothing between the market and th

election except Treasury supply of \$70 bil-lion," said Mr. Ader of First Boston. The 10-year Treasury note ended the week confidence survey, both due out Tuesday. at 96 27/32, for a yield of 6.81 percent. The Analysts said they expected GDP growth to prior week, 10-year notes ended at 98 14/32 and yielded 6.59 percent.

The 7-year oote slipped to 97 21/32 to yield 6.41 percent, compared with 99 12/32 Jobless claims for the week ended Oct. 17, to yield 6.10 percent the week before. At the due out Thursday, are expected to nudge short end, the 2-year note fell to 99 12/32 back up after dropping the previous week. from 99 31/32, and yielded 4,32 percent, up September existing home sales, due out from 4.00 percent.

#### The Week Ahead: World Economic Calendar, Oct. 26 - 31 Banks Seek figures for September. Forecast: deficit to widen from August'a 903 million dollars. Tokyo Earnings expected: Jepen Ar-Help on Oct. 29 Frenkfurt Bundesbank nout official interest

e Dot. 25 Beijing Britain's largest trade and investment mission to China, with about 90 businessmen to visit major with about 90 businesemen to visit major cities. Outlook: no contracts signed. Surabaya, Indosesta Three-day Austra-liar-Indonesian business conference opens. Outlook: Improved bisseral trade. e Ost. 26 Hong Kong Marchandies trade figures for September released. Outlook: Continued sharp rise in re-exports from Chins.

Telpel First Indian trade mission to visit Talvan in 42 years.
Banglook Socurties Exchange Commis-

Securities Exchange Commis sion board to meet. Outlook: additi the takeover code to be approved. e Get. 27 Teleo Baptember large-scale retail sales. Forecast: flat or lower. Talpel Australia's tourism and re-sources minister. Alan Griffiths, begins three-day visit. Topic: trade flow rising from 4.5 billion Australian delians in 1991.

Hong Kong Consumer price Index for September, Outlook Inflation rate is ex-pecied to creep up toward 9.5-10.0 per-cent by the end of the year, Kusia Lumpur Kelang Container Termi-nal becomes first port-management company to be listed on the stock exchange.

tial public offer of Beijing-controlled Chi-na Travel international Investment Hong Kong, Outlook; heavity oversubscribed. rong, Custor, reavily oversussioned.
Tokyo Earlings expected: Fuji Electric,
Fujitsu, Hitachi, Toehiba, NEC, Mataushita Electric, Missubishi Electric.

Oct. 25 Singapore Indonesia's foreign minister, Aff Alatas, apeaks at the
national university on security issues,
Auckland Annual meeting of Fletcher
Chellerose.

Challenge, • Oct. 29 Seoul September curren account figures supected. Singapore Singapore and Vietnam sign Investment Guarantee Agreement. Manile ASEAN and European Commu-nity economic leaders meet for two days. Outlook; trade agreement delayed by Por-tuguese protests at Indonesia's human rights record in East Timor to be signed. lines, Kawasaki Heavy, Mitsubatri Heavy, Mitsul Engineering and Shipbuilding, Su-mitomo Heavy, Victor Co. of Japan. and Shippun or Co. of Japan. expected: China

#### Europe

o Oct. 28 Frankfurt North-Rhine

• Oot. 28 Frankfurt North-Rhine Westphalls, Bavaris, Baden-Worttemberg, Hesse and Bavarie cost of living data expected.
Paris. Bank of France repo tender to replace 89,7 bitten trance of expiring repos. Cutlook: key interest rates unchanged, Frankfurt. September import prices, due any time before weekend. Forecast: s.0.4 percent decline from August, and a.4.8 percent decline from September 1991.
Brussels. Belgium? October consumer. Brumels Belgium's October Consumer price Index, expected any time this week. Forecast up an armusi 2 4 access

cast: up an annual 2.4 perce n September public-sector borrow-



ek. Forecast: a deficit of 108.9 trillion iro, after a 89.9 trillion deficit in August. ourg EC transport council. Agenda: Airline slots and vehicle tax. Lucembourg EC agriculture council. Agenda: GATT talks. a Oct. 27 London Earnings expected: e Oct. 28 Frankfurt Bundesbank repo

While the market's drop has

made many Argentine stocks more

attractive now, Mr. Luis said, he

does not believe the market's psy-

chology has yet turned positive.
The mini-crash in Argentina fol-

lowed a 400 percent market rise that

made many stocks quite pricey com-

pared with their earnings potential.

The Argentine market's fiery de-scent paralleled similar downturns

in Mexico and Brazil that occurred

when Ross Perot voiced opposition

to the North American Free Trade

Agreement. The 10-fund group of

Mexican and Latin American

funds declined an average of 14

percent in the third quarter. Pacific

Region funds were down 4 percent,

as were European region funds.

look: to replace 60 billion francs of expir-ing repos, key rittes unchanged. Loadea: Chancettor of the Exchequer Norman Lamont delivers annual Mansion House speech on monstary policy. Frankfurt: First round of wege talks for Iron and steel workers in North-Rhine Wisemberts. Apacter 12, 000 werkers denetra, Agenda: 120,000 workers de mand 7.5 percent pay rise.
Peris Carnings expected. Axa SA.
Londos. Earnings expected: Imperial Oct. 30 Paris Métrologie Interna-

Bank of France repo ten

10.2 percent.

York regulators during the week could decide whether to back the plan to ball out Whitual Benefit Life Insurance Co. o Cet. 25 Washington National Asso-ciation of Realters releases September existing home sales. Forecast; an increase of 2.4 percent to 3.42 mill nal unity referendum. Outlook latest polls show opponents of recomputers, New York Earnings expected; Chubb Corp., Unocal Corp., Phillips Petroleum Co., Penrizoll Co., Equitable Cos.

a Oct. 27 Washington Commerce Department's initial estimate of third quarter economic growth. Forecast: 1.5 per-cent, unchanged from the second quarter and down from 2.9 percent in the first. New York Conference Board reports October consumer confidence index. Outlook: Unchanged from September's

ports 2-year notes auction which it will sell \$15 billion. which it will see \$15 billion. Busnos Altres Economy Minister Domin-go Cavatio presents 1893 budget bill to congress. Forecast: 5.5 percent annual inflation and \$300 million trade surplus. Toronto Otympia & York Developments Lio, scheduled to file a copy of a restruc-turing plan with an Onzario court. New York Earnings expected: RJR Ne-pleco Inc., Xarox Corp., Boeling Co., Chevron Corp., USX Inc., Atlantic Rich-field Co., Eastman Kodek Co., Yorento Carnings expected: Northern Telecom Ltd.

Toronto Camings expected: Northern Telecom Ltd. • Oct. 28 Weshington Commerce

Department reports September durable goods orders. Forecest: unchanged. Washington Commerce Department relook income up 0.5 percent, spending up

0.5 percent.
Weshington Treasury Departm
ports 5-year notes auction res
which it will self \$10.75 billion. Brasile Finst meeting of Brazil's National Monetary Council, under acting President Itamer Franco.
New York Earnings expected: Ford Motor Co., LTV Corp., Bethlehem Steel Corp., Du Poni Co., Kemper Corp., Borden Itamer France.

den Inc.

• Oct. 29 Washington Labor Depart-ment reports on Initial weekly state unem-ployment claims. Preliminary torecast: An increase of 10,000, to 378,000. Binalia The government officially ends its protectionist legislation against im-

Naw York Earnings expected; General Motors Corp., UAL Inc., Travelers Corp., USF&G Corp. • Oct, 30 Washington Comm Department reports Sept parument reports September single-nilly home sales. Forecast: An increase of 3.2 percent to 588,000.

Washington Treasury gives fourth-quarter borrowing needs, in third quarter, it sold \$36 billion in notes and bonds to reside 55,225 billion in new cash.
Ottawa Real gross domestic product at factor cost by industry for August.
New York Earnings expected: Aetna.
Life and Casualty, Sun Co., Data General Corp., Household International Inc.

### Argentina Fund Holders MUTUAL FUNDS Have a Reason to Cry

By Stan Hinden Washington Post Service

Shareholders in the Argentina Fund have had plenty to cry about, as they watched the market price of their shares sink 32 percent in the past four-and-a-half months. As unpleasant as that sounds, it

could have been worse, the manager, Luis Luis, points out. The Argentioe stock market, which peaked on June 1, has fallen 63 percent since then, but his fund has lost only half that amount.

Mr. Luis said he cushioned his fund's fall by keeping only 61 percent of his money in Argentine stocks, while putting 23 percent in Argentine bonds and 16 percent in short-term securities that are easily converted to cash.

returns over a longer period of time. The export credit agencies should extend the period for which they provide financial support or Still, the market's move made the Argentine Fund the biggest loser among closed-end stock funds in the July-September quarter, ac-cording to Lipper Analytical Services Inc. For that period, the fund

Opponents argue that pump-priming actually pushes long-term interest rates higher, which under-

mines housing construction and business investment.

In its quarterly survey, Lipper measured the performance of 355 closed-end stock and bond funds, which hold about \$85 billion.

The best performing stock fund, based on gains in market price and adjustment for dividends, was Quest for Value Dual Purpose Fund, up 15 percent. SPEND: Time to Prime the Pump?

The poorest-performing stock fund was the Chile Fund, down 24 The best-performing bond fund was ACM Managed Income Fund,

(Continued from first finance page) and say that fears of resulting inflaup 16 percent as of Sept. 30. The poorest-performing bond "The costs of not acting, I think, are much greater than the costs of funds were Allstate Municipal In-

acting," said Robert Eisner, an come Opportunities T economist at Northwestern Uniboth down 9 percent. come Opportunities Trust I and II,

#### Euromarts At a Glance

| ٠   |                                  | Qct. 21      | Oct. |
|-----|----------------------------------|--------------|------|
|     | U.S. S. S YES & OVER             | 7.17         | ě,S  |
|     | U.S. & 5 to 7 yrs                | 6.33         | 6.0  |
|     | U.S. S. less thon 5 yrs          | 4.09         | 4,7  |
| ,   | Pounds storling, less than 5 yrs | 10.57        | 11.2 |
| 1   | French france, Jess than 5 yrs   | <b>9.7</b> 6 | 70.2 |
|     | that, thru, less than 5 yrs      | 14.96        | 15.3 |
| ٠,  | Donish tyrong, less than 5 yrs   | 12.15        | 12.1 |
| ١   | ECU, 5 YES & OVER                | 7.29         | 7.4  |
| . [ | ECU.5 to 7 yrs                   | 9.74         | 9.7  |
|     | Con. S, less thon 5 yrs          | 8.06         | 7.9  |
|     | Ales, S. less them 5 yrs         | 7.83         | 8.0  |
|     | M.Z.s. Jess them 5 yrs           | 7.00         | 7.0  |
|     | Yes, 5 to 7 yrs                  | 5.07         | 5.0  |
|     | Yes, less then 5 yrs             | 4.42         | 44   |
|     |                                  |              |      |

Eurocleo Oct. 23 Oct. 16 Cadel Source: Euroclear, Cedel.

### re: Luxembourg Stock Exchenge

5 Nont 5 Not5 7230 396.80 466.00 1,349.10 51260 166.10 1,069.30 41,30 5,69280 2,182.06 11,867.10 6,259.30 6,256.30 2,664.50 13,482.39 7,649.78 8.290.50 21.314.20 17.551.10 22.079.90 161.80 242.50 527.30 688.90 3.071.80 1,338.40 9,809.40 2.249.40 7,337.50 \$,097.20 2,863.40 10,892.70 18,869.40 28,012.50 31,781,68 36,958.90

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Widglid 9.42 NL
US TF 11.54 NL
Widglid 9.42 NL
US Bees 7.46 7.36
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### BusinessWeek

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### KIHITO: Mending Rift Could Be Doubly Fruitful

(Continued from page 1) mization. A senior official at enese Ministry of Internad Trade and Industry said Frithat the government would

likely contribute to the pro-Lit went shead. nese business people expect comperor's visit will also an invitation next spring to in two national projects. One icto build two steel mills, with ncity of some 2 million tons, he other to develop crude oil its in western China, Mr.

XI said a time when Japanese compa-Te retrenching in slow-growth x and America, direct investin China has been booming. been driven chiefly by expec-3 of continued rapid growth through the end of the de-

could hit \$1.5 billion this year, textile, electronics and food prothree times the level of 1990. Japan cessing industries, will become in-receotly surpassed the United creasingly capital- and technol-States and now ranks third in direct ogy-intensive, and aimed at investment in China, following Hong Kong and Taiwan.

Two-way trade has expanded 20fold since relations were normalized 20 years ago, to \$22.8 billion in 1991. Business could surpass \$30 billion as soon as 1993, Mr. Hattori

The quality of trade has also improved. Ten years ago, Japan imported mainly raw materials and exported machinery. Now more than 60 percent of Japan's imports from China are manufactured goods, including textiles and furniture, and Beijing is one of the few countries to enjoy a trade surplus with Tokyo, worth \$5.6 billion last

satisfying burgeoning consumer demand in China, Japan's huge electronics companies, including NEC, Canon, Sharp and Matsushita Electric Industrial Corp., are

sistent enforcement of laws.

### Last Week's Markets

programs, including defense. (His plan would not, however, reduce The costs of not

| NEC Canon Sharp and Maish-            | CRIME MACO     |   |                          |                          |              |         |
|---------------------------------------|----------------|---|--------------------------|--------------------------|--------------|---------|
| shita Electric Industrial Corp., are  | DJ Indus.      | 3.207.64                                | 3,174,41 + 1,05%         | Oiscount rate            | 3,00         | 2.00    |
|                                       | אוח רם         | 216,32                                  | 278.14 0.83 %            | Prime rote               | 6.00         | . 6     |
| all making major investments.         | DJ Trans.      | 1.333.17                                | 1.263.21 + 3.89 %        | Federal funds rate       | 23%          | 21/     |
| This month Toshiba is opening         | S&P 100        | 379.17                                  | 377.36 + 0.46 %          | .Jepan                   |              |         |
| two service facilities, one in Lhasa, | S&P 500        | 414.10                                  | 411.73 +0.58%            | Discount                 | 314          | 314     |
| Tibet, and the other in Hohhot,       | S&P Ind        | 485.96                                  | 461,74 + 0,88 %          |                          | 315/16       | 400     |
| Tiper, and the other in fromot,       | NYSE CP        | 227.83                                  | 226.44 + 0.61 %          | 3-month interbank        | 374          | 3 13/14 |
| Mongolia, which will bring its net-   | Britok         |   |                          |                          | -            |         |
| work to 23. Yaohan department         | FTSE 100       | 2,449,70                                | 2563.90 + 4.13 %         | Germony                  |              |         |
| store, an operator of supermarkets    | FT 30          | 1,987,71                                | 1,67230 +584 %           | Lombord                  | <b>9</b> 1/2 | 7/2     |
| State, an operator to separate Warren | Jeres          | .,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,, |                          | Call money               | 8.90         | 9.00    |
| whose chairman, Kazuo Wada, is        | Nikkel 225     | 17,116                                  | 17,370, -1,45%           | 3-month interbank        | 8.85         | 8,95    |
| among the most bullish Japanese,      | -              | 1771 102,                               | COMPAN TO THE            | <u>Britialn</u>          |              |         |
| plans to open 1,000 stores in China.  | DAX            | 1.524.82                                | 146141 +446%             | Bonk base rate           | <b>1.00</b>  | 9.00    |
| Yet, despite all the activity, Japa-  | Heng Kens      | معدسميا                                 | Cars Lane                | Call money               | 15.00        | 854     |
| nese business in China has not been   |                | 6749.54                                 | 5.985.23 + 4.43 %        | 3-month interbank        | 8.00         | 87/     |
| Accellance Estable Executives com     | Hone Sene      | محصوب                                   | 3000 T 480 W             | Gold Oct. 27             | 0ct. 16      | Chipe   |
| terribly profitable. Executives com-  | World          |   | 497.50 -0.33 %           | London p.m. fix.5 342.50 | 341,75       | +0.22   |
| plain of endless red tape and incon-  | MSCIP          | 490.90                                  |                          |                          |              |         |
| vistent enforcement of laws.          | Whorld Index F | rom Mory                                | an Stanley Capital Infl. |                          |              |         |

### Hong Kong Market: Slower to Panic

By Laurence Zuckerman

HONG KONG - This is a town that cannot he said to have a strong record for taking bad news calmly. Indeed, it is probably the only major city in the world to have experienced a run on a chain of bake shops.

But last week's tumultuous events, in which China lashed out at the Hong Kong governor, Chris Patten, in the most ferocious attack on a British colonial official in recent memory, has some people wondering if Hong Kong has lost its well-earned reputation for hair-trigger panic.

- Ever since 1984, when London and Beijing signed the Jaint Declaration setting out the terms for the colony's return under the formula "one country, two systems," both Britain and China have made it their top priority to ensure a smooth and seamless transfer of power in order to preserve the colony's "stability and prosperity."

The prospect that Beijing would overturn the British colonial administration and install its hand-picked administrators has always been one of the colony's nightmare scenarios. But after Lu Ping, the Chinese official in charge of Hong Kong affairs, issued that very threat nn Friday, few in the colony appeared alarmed.

Instead, the notoriously volatile Hong Kong stock market finished one of its best weeks ever. The blue-chip Hang Seng index has soared 12.72 percent in the last 11 sessions, hitting a record high before falling back marginally on Friday.

"If Lu Ping or his equivalent had come out with that kind of statement in 1984, the market would bave collapsed," said John Mulcahy, chief analyst at Peregrine Brokerage Ltd.

**NASDAQ NATIONAL MARKET** 

That was the time when Hong Kong people, jittery about the negotiations between London and Beijing over the colony's future, rushed to redeem the gift certificates given away at many Chinese weddings after a rumor spread that the Maria's bake-shop chain was going under.

Following the 1987 glubal stock market collapse, the Hong Kong exchange was the only major bourse forced to suspend trading for several days. It crashed again in 1989, following the brutal crackdown oo pro-democracy dem-

onstrators in Beijing. And after the 1991 collapse of Bank of Credit & Commerce International, which had a Hong Kong subsidiary, there were brief runs on several banks, including Citibank and Standard Chartered, which is one of two banks autho-

rized to issue the colony's currency.

Several analysts predict that Mr. Lu's broadside nn Friday will cause the stock market to drop sharply on Monday, but few think it will stay down for long.

The propensity of Hong Kong people to panic has really diminished considerably over the past decade," Mr. Mulcahy said. "It is a function of being in a war zone. Eventually you get used to shells flying overhead." But last week's calm is also the result of

strong confidence in the colooy's economic future, reinforced by the enthusiasm of international investors.

Brokers say the recent bull run has been led by overseas money, surprising many local in-vestors, who were waiting to see the outcome of Mr. Patten's trip. The development is all the more surprising

because only a year ago, foreign investors were still reluctant to invest in Hong Kong because

ever, China has emerged as the international investment community's hottest story, and

Hong Kong is seen as the gateway to its riches. Hong Kong oow accounts for 60 percent of total foreign investment in China and 36 percent of its worldwide trade, mostly in the form of re-exports. For its part, China has emerged as the colooy's single largest foreign investor. bolding an estimated \$10 billion in Hong Kong assets.

Rather than worry about Hong Knng's rela-tions with China, local and international investors are now more concerned about China's overall trade relations and Beijing's commit-ment to its free-market reforms. "If I am oot afraid to invest in China, why should I be alraid to invest in Hong Kong?" is the commonly heard refrain.

Thus, the recent rally was sparked by Chma's agreement earlier this month to open up its markets to U.S. imports, followed by the strong endorsement of the senior Chinese leader Deng Xiaoping's capitalist program at the 14th Com-munist Party Congress. As long as that program stays in place, observers say, Hong Kong's economic future is bright. Still, in a town where a bank run once started

after a bus broke down on a rainy day and passengers took shelter under the awning of a earby bank, it is difficult to rule our future panic entirely. "Fir the time being, people are forgetting about Hong Kong-China politics," said Eric Sandlund, director of the fund manager Tyu-

dall International (Asia) Ltd., "but you don't have to be around here for long to know that that can turn un its head pretty quickly."

### Hutchison, Refocusing, Aims at China

HONG KONG - Responding to investor concerns about its heavy investment in a mobile-telephone octwork in Britain, Hutchison Whampoa Ltd., the diversified conglomerate controlled by the billionaire Li Kashing, said it would limit the international expansion of its telecommunications subsidiary and focus more on China.

It is not the company's present intention to make further investments in new telecommunications businesses overseas, and the company will concentrate principally on Hong Kong and China," Hutchison said in a statement released Saturday.

The unusual statement came at the request of the Hong Kong Stock Exchange, following a magazine report last week that the company's board of directors had decided to abandon its investment in a personal communica-tions network, or PCN, in Britain. The statement did not directly refute the

report; it said only that the company would eliminate some small, money-losing operations in its "fringe telecommunications businesses and review the cost structure of its entire worldwide communications operations. The telecommunications businesses in the United Kingdom will continue and be under

the tight direct control of the Hong Kong head office," the company said. Analysts said the statement cleared up lit-

tle and undercut the credibility of Simon Murray. Hutchison Whampoa's group managing director.

Hutchison bas said it planned to spend £800 million (\$1.28 billion) by 1995 to develop the PCN business along with its partners British Aerospace PLC and Barclays Bank PLC. The company currently operates telecommunications businesses in nine countries

in Asia and Europe. But several British analysts bave said the company may be forced to spend more to get the British network off the ground and will oot see a profit on its investment until the end

What we are beginning to see is a greater strategy for the conglomerate.'

Alex Ho, analyst at Jardine Fleming Broking Ltd.

of the decade. In addition, British Aerospace has reportedly been seeking buyers for its 30 percent stake, though with little success. Mr. Murray was unavailable for comment, but in recent interviews he has been championing the company's British telecommunications strategy, saying it would be profitable by 1996 and would return its investment by 2001.

Last week, Mr. Murray refuted a report in the Far Eastern Economic Review that the company's board had decided to abandon the British telephone plan. Nevertheless, Hutchi-son's stock price soared, reflecting wide-

spread investor relief at news that the compaov was scaling back its British investment Many analysts now believe the company which also has interests in container ports.

Drops W satellite broadcasting, energy and retailing is in the process of switching strenges.

In the late 1980s, after the crackdown on pro-democracy demonstrators in Beijing Hutchisoo began investing heavily outside Hong Kong, leading many analysis to con-clude that Mr. Li was trying to diversity before the columy's return to China in 1997

Since then, however, Hutchisoo's invest-ment in Canada's Husky Oil has turned sour, requiring 2.2 billion Hong Kong dollars in write-downs over the last year. Meanwhile China is booming following a strong endonement of market reforms by the senior leader.

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Mitch FORTRALL.

Deng Xiaoping.
In September, Hutchisoo Whampoa announced a deal worth 1.4 billion Hong Kong dollars to take a 50 percent interest in Shang hai's container terminal. There are also-strong rumors that Mr. Li is about to announce a major property iovestment on the mainland. Analysts say adding telecommunications to that mix would be very exciting.

cations to that mix would be very exciting.

"What we are beginning to see is a greater strategy for the conglomerate," said Alex Ho, an analyst with Jardine Fleming Broking Ltd.

"Hutchison may emerge as one of the most compelling China plays in the next couple of months when they reveal everything they plan to do."

- LAURENCE ZUCKERMAN

OTC Consolidated trading for week ended Friday, Oct. 23. iales in Net 100s High Low Clase Chige ## 428 | The 982 250; 257; 24 — 10, 258; 34 — 50, 36 111; 36 15 54 — 50, 36 111; 36 15 54 — 50, 36 111; 36 15 54 — 50, 36 11; 36 15 54 — 50, 36 11; 36 15 54 — 50, 36 11; 36 15 54 — 50, 36 11; 36 15 54 — 50, 36 11; 36 15 54 — 50, 36 11; 36 15 54 — 50, 36 11; 36 15 54 — 50, 36 11; 36 15 54 — 50, 36 11; 36 15 54 — 50, 36 11; 36 11; 37 — 50, 36 15 54 — 50, 36 16 17 — 50, 36 17 — 50, 88 3.1 2178 22912 2314 2814 — 12 4414 1334 1134 1724 — 14 4414 1334 1134 1724 — 14 4414 1334 1134 1724 — 14 4414 1334 1134 1724 — 14 4412 — 14 441 | 100 | 20 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 3.6 3.6 1037 174 104 179 1 196 1 105

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# SPORTS CO

### JSC Drops Washington St. From Undefeated Ranks

The Associated Press

The ranks of the undefeated and untied have

No. 13 Washington State dropped from the themished clite by losing, 31-21, to No. 15 authern Cal on Saturday, leaving Miami, ashington, Alabama and Texas A&M as the ny Division I-A teams with perfect records. It took a trip to the Los Angeles Coliscum to ip up the Congars, who have not beaten nuthern Cal in Los Angeles since 1957. Washgton State out a 24-7 third-quarter deficit to 1-21, but lost its momentum when Curtis Conay returned a kickoff 58 yards to set up the rojans' clinching score.

Washington State's quick rise to No. 13 -- it as No. 22 a week ago and unranked before

#### COLLEGE FOOTBALL

at --- should turn into a quick drop in the next

"There's something special about beating an idefeated team," said the USC coach, Larry inth, "They were 6-0 and this gives them a ss, tightens things up a bit in the conference."
The Congars can redeem themselves and peraps further cut the ranks of the undefeated on ov. 21 in the regular season finale against

No. 1 Miami 43, Virginia Tech 23: In Blacks-urg, Virginia, Miami had no problem winning s 25th straight game. Gino Torretta passed for . 49 yards and three touchdowns and broke ernie Kosar's record for career completions. Stephen McGuire rushed for his 33d career D, breaking Melvin Bratton's record. Miami 1-0, 1-0 Big East) led 31-0 at the half. Tech fell 2-4-1, 1-2.

No. 1 Washington 31, Pacific 7: The Huskies on their 21st straight game as quarterback tark Brunell ran for two touchdowns and lapoleon Kaufman rushed for 128 yards in

Washington (7-0) has four Pac-10 games re-naining, including a matchin with Stanford ext Saturday, Pacific (2-6) scored a TD with 4 seconds left to avert a shutout.

No. 3 Michigan 63, Minnesota 13: In Ann Arbor, Michigan, the Wolverines had an easy ime in the school's 1,000th game, Elvis Grbac

BLOOMINGTON, Illinois - Chris Bi-

saillon broke Jerry Rice's NCAA record for

career touchdown passes Saturday by catch-

ing four in Illinois Wesleyan's 63-8 win over

Rice's Touchdown Mark Broken, With Apologies

arthage.

"It's not a goal of mine I'm going to be very
That gave Bisaillon, a senior, 52 touchupset about if I don't reach," he said.

tossed four touchdown passes and Derrick Alexander caught four TDs. Michigan (6-0-1, 4-0 Big Ten) scored 21 in the first quarter, 14 in the second and 28 in the third against the Golden

Gophers (1-6, 1-3).

No. 4 Alabama 31, Mississippi 10: Alabama, one of the nation's best rushing teams, showed it could pass too. Jay Barker completed a career-best 25 of 39 passes as the Crimson Tide (8-0, 5-0 Southeastern Conference) won their

(8-0, 5-0 Southeastern Conference) won their 18th straight and eliminated visiting Ole Miss (4-3, 3-3) from SEC title contention.

No. 5 Texas A&M 19, Baylor 13: In Waco, Texas, the Aggies (7-0, 3-0 Southwest Conference) won their 16th straight behind 100-plus yard rushing performances from Rodney Thomas and Greg Hill. A&M's victory wasn't secured until cornectack Aaron Glean intersecured until cornerback Aaron Glenn intercepted a pass with 1:07 to play. Baylor dropped to 4-4 and 3-2

No. 7 Georgia 40, Kentucky 7: Garrison Hearst rushed for 171 yards and scored his 16th Hearst rushed for 171 yards and scored his 16th touchdown of the season as Georgia (7-1, 5-1 SEC) amassed 567 yards of offense against outmanned Kentucky (4-3, 2-3) in Lexington, Kentucky. Andre Hastings caught nine passes for 128 yards and two scores for the Buildogs.

No. 8 Nebraska 34, Missouri 24: Freshman quarterback Tommie Frazier ran for three

touchdowns as visiting Nebraska overcame Jeff Handy's second straight 400-yard passing game. The Combuskers (5-1, 2-0 Big Eight) have beaten Missouni (1-6, 0-3) 14 straight

No. 9 Colorado 54, Kansas State 7: In Boulder, Colorado, the Buffaloes (6-0-1, 2-0-1 Big Eight) held the Wildcats (3-3, 0-2) to 16 yards of total offense. Kordell Stewart ran and passed for first-half touchdowns as Colorado opened a 0-0 halftime lead.

No. 10 Notre Dame 42, Brighten Young 16: Rick Mirer threw for two touchdowns and Jerome Bettis rushed for two as Notre Dame pulled away in the fourth quarter in South Bend, Indiana. BYU's Ryan Hancock passed for 339 yards, one above BYU's second-in-the-

nation average. It was the first meeting ever between the Irish (5-1-1) and the Cougars (3-3).

No. 11 Boston College 17, Tulane 13: In New Orleans, Darnell Campbell and Chuckie Dukes combined to rush for 254 yards and two touch downs as Boston College (6-0-1) virtually aban-

down receptions, two more than Rice caught at Mississippi Valley State from 1981-84. Bisaillon—6 feet, 175 pounds (1.82 meters

and 79 kilograms) and not very fast - says his chances of a pro career are very, very slim.



Fullback Donnel Bennett (33) and Miami rolled up a 43-23 victory at Virginia Tech.

against Tulane (2-5).

No. 12 Syracuse 38, Temple 7: Marvin Graves passed for two touchdowns in the first half as the Orangemen (6-1, 3-0 Big East) opened a 31-7 halftime lead in Philadelphia. Chris Gedney had two touchdown receptions

and the Syracuse defense intercepted five passes, four against freshman Luke Linhart. Temple dropped to 1-6 and 0-3. No. 14 Penn State 40, West Virginia 26: Penn State's Blockbuster Bowl deal is done. The visiting Nittany Lions (6-2) had to win six games to clinch its bid, and they got the sixth by scoring 14 points in the final minute. It was the final scheduled game of an 88-year-old series. The Mountaineers are 3-2-2.

No. 16 Stanford 27, Oregon State 21: Glyn Milburn returned a punt 79 yards for a touch-down and Ellery Roberts rushed for two scores as Stanford, a 23-point favorite, held on for a surprisingly difficult victory in Corvallis, Oregon. Stanford (6-2, 3-1 Pac-10) had trouble with the Beavers' ball-control attack. Oregon State

No. 23 N. Carolina St. 20, No. 18 Clemson 6: In Raleigh, North Carolina, Terry Jordan threw

doned its passing game in the second half contention for the first time since 1986 with the upset victory in Chapel Hill, North Carolina. Georgia Tech (4-3, 3-3) quickly fell behind 10-0 and could not catch up.

No. 20 Florida 31, Louisville 17: The Gators (4-3) had a tougher time than the score indicated, thanks mainly to four turnovers forced by visiting Louisville (3-5).

No. 21 Arizona 24, California 17: In Berke-ley, California, Arizona's defense, which keyed victories over Stanford and UCLA, got two interceptions and four sacks against Cal (3-4, 1-3 Pac-10). The Wildcats (4-2-1, 3-1-1) held

Russell White of Cal to 14 yards on 11 carries. No. 22 Kansas 27, Oklahoma 10: In Lawrence, Kansas, Maurice Donglas and Monte Cozzens each rushed for more than 100 yards as Kansas (6-1, 3-0 Rig Eight) beat Oklahoma (3-3-1, 0-1-1) for just the third time in 29 years. Cale Gundy, the Sooners quarterback, became Oldahoma's all-time passing leader.

No. 24 Virginia 33, William & Mary 7: Jerrod Washington rushed for 197 yards and Kevin Brooks ran for 124 as Virginia (6-2) used its size advantage to roll over Division 1-AA William & Mary (6-I) in Charlottesville, Virginia.

a fourth-quarter touchdown pass to break a 6-6 to as N.C. State (6-2-1, 3-2 Atlantic Coast Conference) broke a three-game losing streak against Clemson (4-3, 2-3).

North Carolina 26, No. 19 Georgia Tech 14:

The Tar Heels (6-2, 3-2 ACC) moved into bowl

No. 25 Mississippi State 56, Arkansas St. 6:
In Starkville, Mississippi, Karl Williamson sorred three TDs and Mississippi State's offense rolled up 539 yards. Mississippi State (5-2) never punted and allowed Arkansas State (I-7) only six first downs and 18 rushing yards.

### Redskins Nip Vikings On Late Field Goal

It wasn't a typical season for Chip Lohmiller,

Then, Lohmiller kicked five field goals in five attempts, the last a 49-yarder with 1:09 to play, carrying the Washington Redskins to a 15-13 victory over the Minnesota Vikings in Minne-

Washington (5-2) won its third consecutive game and avenged a 30-0 preseason loss to Minnesota (5-2), which had its four-game winning streak snapped. It was a triumphant return to the Metrodome for the Redskins, who beat Buffalo in the Super Bond there in the same there is a triumphant. Buffalo in the Super Bowl there in January.

Lohmiller, who went to the Pro Bowl after leading the NFL with 149 points last season, had missed at least one field goal in each of his previous five games. He had six misses overall, including a 32-yarder, a 34-yarder and two 39-

But the former University of Minnesota star and Minnesota native was perfect Sunday. He connected from 22, 52, 25 and 45 yards in the first half, as Washington took a 12-0 lead.
The Vicings railied to lead 13-12 on Terry
Allen's 1-yard touchdown run and two field
goals by Fuad Reveiz, the second a 41-yarder
with 2:23 left.

Reveiz, however, followed his go-ahead field goal by sending the kickoff out of bounds, giving Washington possession at its 35. On second-and-10, Mark Rypien backped-

dled away from Chris Doleman's hard rush and found Art Monk for 20 yards, Washington's longest pass of the day against the NFL's top-ranked pass defense. Rypien's 11-yard scramble on another second-and-10 play put the ball on Minnesota's 34 with two minotes remaining.

After Jack Del Rio nearly intercepted a Ry-

pien pass. Washington coach Joe Gibbs decided to set up Lohmiller's kick, sending Ricky

Ervins into the line for 2 yards.

Giants 23, Seahawks 10: In East Rutherford,
New Jersey, Jeff Hostetler scrambled 7 yards for a touchdown and hit Ed McCaffrey on a 7yard touchdown pass in the third quarter to rally the Giants.

The loss was the fifth straight for the Seahawks (1-7), who scored moral victories by ending streaks that had seen them shut out in their last two games and held without a touchdown for the last three.

The touchdown streak came to an end five plays into the third quarter, after Joey Smith of the Giants fumbled the second half kickoff and James Jones recovered at the New York 19.

On a first and goal from the 13, Stan Gel-bangh, a former World League MVP, hit Tommy Kane on a 13-yard post pattern for a 10-6 Scattle lead.

Two plays later, Hostetler hit Mark Ingram on a 22-yard pass to the Seattle 9. Two plays later, Hostetler went back to pass, saw an opening and ran in for the score, taking a big hit

from Rufus Porter at the goal stripe.

After the Giants stopped Seattle on the next series, Hosteller drove them 72 yards in seven lays, capping the march with the scoring pass

Bears 30, Packers 10: In Green Bay, Wisconsin, Jim Harbaugh, who undoubtedly will be remembered for an imperfect decision that led to an earlier loss and public dressing down by

#### NFL ROUNDUP

coach Mike Ditka, matched a 28-year-old club record of 13 straight complete passes.

Kevin Butler kicked three field goals and Darren Lewis had a 30-yard touchdown run to

make it easy for the Bears (4-3).

Harbaugh's string tied the record set by Rudy Bukich over two games in 1964. Lions 38, Bucs 7: In Tampa, Florida, Rodney Peete directed three scoring drives in the first half, and Barry Sanders rushed for a season-high 122 yards and two touchdowns as the

Lions broke a four-game losing strenk.

Peete threw touchdown passes of 29 yards to
Willie Green and 63 yards to Hermao Moore

on the Lions' first two possessions, and Sanders broke loose on a 55-yard TD run that gave Detroit (2-5) a 31-7 lead in the third quarter.

Oilers 26, Bengals 10: In Houston, Lorenzo White scored on a 1-yard run and Webster

first with Houston. The loss was the fifth in a row for the Bengals

Slaughter caught a 36-yard touchdown pass, his

The loss was the fifth in a row for the Bengals (2-5), while the Oilers (5-2) got back on track after a disappinting loss at Denver.

Eagles 7, Cardinals 3: lo Philadelphia, Randall Cunningham's 40-yard touchdown pass to Calvin Williams in the second period was Philadelphia's only score in a victory that snapped a two-game losing streak.

Thereafter, the defense took over for the Eagles (5-2). They recovered three fumbles and intercepted a pass. They frustrated quarter-backs Chris Chandler and Timm Rosenbach.

#### Milan Breaks Record

The Associated Press ROME - AC Milan cruised to a 2-0 vic-

tory Sunday in Parma, setting a record of 41 straight first division matches without defeat.
It took AC Milan an hour of a cautious,

# An income would Lapse May 1 and 1 be about 1 NASDAQ NATIONAL MARKET 1,900 1.8 5967 5572 5972 5474 +2 116 474 372 4 15c 20 379 762 574 772 +274 Pyrm1 TC Consolidated trading for week | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5

1,12

### NDA SPORTS GRAND PE

### **Patrese Triumphs** In Japanese Prix

Patrese of Italy won the Japanese Grand Prix on Sunday after his Williams-Renault teammate, Nigel Mansell of Britain, already the 1992 Formula One champion. yielded the lead to him on lap 35.

Mansell dropped out 10 laps later with a fire in his engine. He has never completed a race at Suzuka. Mansell who bas won a record

nine races this season, said "it would have been nice to have a 1-2" for be and Patrese.

"I think everyone gathered what I was doing," he added.

With Mansell out, Gerbard Berger of Austria was second, 13.7 seconds behind the winner. His McLarco-Hooda teammate, the three-time world champion Ayrton Senna of Brazil, dropped out in the third lap with engine failure, and Honda failed in its effort to win its final race on its home turf.

mile) Suzuka circuit in 1 hour, 33 minutes, 9.553 seconds.

. The victory, his first at Suzuka, gave him 10 points in the drivers' standings, boosting him to second place at 56 - well behind Mansell's 108 but ahead of Senna's 50. lt also gave Williams-Renault a 164-89 lead in the overall construc-Honda. Honda has announced it

**SCOREBOARD** 

The state of the s

**Major College Scores** 

EAST Boston U. 34. Rhade Island 21 Coloate 14. Lehigh 13 Connecticut 27, Maine 34

Delaware 27, May 21
East Corolina 37, Pittsburgh 31
Haiv Cross 27, Bucknell 12
Lafavethe 44, Fordham 21
Massachuseths 12, Villianava 9
New Hamashire 10, Northeastern
Penn 38, Brown 0
Penn S1, 40, West Virginia 26
Princeton 21, Harvard 6
Syrocuse 38, Temple 7
Towson S1, 28, James Madison 21
Yale 22, Columbia 8
SOUTH

SOUTH Aleberne 31, Mississippi 10

Alabama SI, 44, Prairie View 6

Alcorn St. 34, Southern U, 13
Auburn 25, SW Louisland 24
Betturne-Cookman 14, Albany, G
Baston College 17, Tylane 13
Citadel 36, W. Corolina 31
Deloware St. 34, Margan St. 16
E. Kentucky 36, Tenn-Martin 9
Florida 31, Louisville 17
Furman 16, Appalachian St. 13
Georgia 48, Kentucky 7
Georgia 68, Kentucky 7
Georgia 68, Kentucky 7
Georgia 69, Southern 16, Jacksonvill

Morvignd 27, Duka 25

i Southern 10, Jocksonvill ling 51, 34, Jackson 51, 31

Allami 43, Virginia Tech 23
Alississipel Si. 56, Arkansas Si. 6
Alississipel Si. 56, Arkansas Si. 6
Alississipel Si. 52, Clemson 6
NE Louisland 28, NW Louisland 10
North Carolina 24, Georgia Tech 14
Richmond 41, VMI 10
S. Carolina 51, 67, N.C. Central 6
South Carolina 51, 47, N.C. Central 7
Southern Miss. 31, Cincinnal 17
Tennessee St. 35, Austin Pear 14

Tennessee Tech 31, Marcheod St. 13 Virginia 33, William & Mary 7

W. Kentucky 38, Cent. Florida Wake Forest 23. Army 7 MIDWEST Sall St. 24, Cent. Michigan 23 Sewling Green 24, Akron 3 E. Michigan 7, Ohlo U. 6 Illinois St. 35, 5, Illinois 11

Cornell 26, Dortmouth 16

Delaware 27, Navy 21

will withdraw from Formula One SUZUKA. Japan - Riccardo racing at the end of this year. Patrese said he learned later that Mansell was trying to help him win, although they had made no ad-

vance plans.

Mansell, starting from the pole position, led until yielding to Patrese. He then stayed right behind Patrese until an engine fire sent orange flames from the tail of his car, forcing him out on the 45th lap.

Mansell said: "Everything was

under control and then the engine just went with no warning whatso-ever. I am upset about retiring, but as Riccardo has won, I am very,

Mansell still has another race this season, in Australia in November. Then he is to retire from For-

Martin Brundle of Britain, in a Benetton-Ford, was third, 1 minute, 15.503 seconds behind the winner. Berger, who started from the fourth position, made two pit Patrese completed 53 laps stops. He normally doesn't make pit stops, and said they cost him

"Our car is hard on tires, especially the froots," Berger said. "And since under normal circumstances we wouldn't have had any chance against Riccardo and Man-earnings for the season. sell, we decided to try a different

With his second-place finish, tors' standings over McLaren- Berger remained fifth in the driv-

N. Illinois 27, Liberty 21

N. lowa 27, Idaho 26 Nebrasko 34, Missouri 24

rn 27. Illinois 26

Notre Dame 42. Arisham Young 16 Onio St. 27, Michigan St. 17 Purdue 27, Iowa 16 SW Missouri St. 12, E. Illinois 10

W, Illinois 42, Incomo 3, Kenl 13
W, Michloon 24, Kenl 13
SQUTHWEST
McNees Si, 17, SW Texos Si, 13
Memphis Si, 20, Tulsa 25
Aliss, Valley Si, 25, Texos Southern 13

Alsa. Valley St. 25. Texas Southern Oklohomo St. 27, lowa St. 21 Rice 29, Texas Christian 12 Sam Houston St. 34, North Texas 14 Stephen F.Austin 21, Nichalls St. 4 Texas 45, Houston 25 Texas A&M 15, Boylor 13 Texas Tech 39, Southern Math. 25 FAR WEST

Air Force 20, San Diego St, 17 Arizona 24, Colifornia 17 Arizona S1, 28, UCLA 0 Cotorada 34, Konsos St, 7 E. Washington 15, N. Arizona 9 Fresna St, 31, New Mexico 28

Howell 55, UNIV 25 Montana 29, Mantana 29, Mantana 31, 17 Nevodo 35, New Mexico 31, 21 Portland 51, 51, Baise 51, 24 San Jose 51, 27, Utah 51, 25 Southern Cai 31, Washination 51 Stateford 17, Consens 51, 27

Stanford 27, Oregon \$1, 21

Weber St. 27, Idoho St. 11 Wyoming 21, Colorado St. 14

III. SELLIN

e ( | ( )

Japanese League Series

Sunday's Result
Series Hed 3-3
Yakuti Swallows 6, Selbu Llores 7, 10 inchings

ONE DAY INTERNATIONAL

Toleda 21, Miami, Ohio 17 W, Illinois 42, Indiana St, 30



Riccardo Patrese gave a wave as he crossed the finish line to win the Japanese Grand Prix.

#### The Longest Drive Shortens Career

The Associated Press SAN ANTONIO - Eat your

heart out, John Daly. On the third hole in the second round of the Texas Open, Carl Cooper. 31, a struggling tour pro from Houston, hit a drive that landed on a downhill cart path, followed the paved path past the fifth green, beyond the sixth tee and finally rolled to a stop behind the 12th green. Although they didn't think to measure, it was be tween 750 and 800 yards (635-730

meters) from the tee. Cooper had to use a 4-iron and an 8-iron to get back close to the 456-yard, par-4 third hole, He carded a double bogey, missed the cut and lost his tour playing card for

"Darnedest thing you ever saw, said his father, Dean Cooper.

### Feherty Beats McNulty by 4 Shots in Madrid Open

Compiled by Our Staff From Dispatches Northern Ireland won the Madrid Open with a 5-under-par 67 Sunday that gave him a four-stroke victory over Mark McNulty and more than doubled his European

Feherty, who began the final round two strokes behind the Zimbabwean, collected \$108,500 with a

WALES CONFERENCE

CAMPBELL CONFERENCE

EDIDAYS RESULTS

San Jose 3 2 9-4 Buffold 21 3-5 Mare (2). Skrika (4). Craigwell (2). Everson (1): Andreyschuk (3) 2. Wood (4). La Fonkalse (7) 2. Sha's ee gent-San Jose (a) Puspa, Hasek) 14-7-4—ZJ. Buffala (an Hayward) 7-13-

King (4), Turgeon (5), Thomas (3), Perurro (3) 2: Bondro (7), 2. Shelts on seal—New York (an Beoupra) 9-5-11—25. Washington (an Hea-ly) 9-58—22.

L Y PIS OF GA

HOCKEY

NHL Standings

Los Angele

a fantastic feeling. I'm stunned. I the \$1.63 million Volvo Masters at of the Bridgestone Open in Chiba, MADRID - David Feherty of can't believe I've won again, let Valderrama. alone by four.

His last European success was more than 17 months ago. He did make beadlines this year when he was bitten by an adder in May while practicing for the PGA championship at Wentworth, and when he smashed his Porsche into a wall while avoiding a dog in Ireland

16-under-par total of 272 and said: a month later.

--Los Angeles (on Essensol 14-17-6-37. Winnises (on Hrudey) 9-7-8-24.
Bestoa 1 2 2-4

Runicko (4), Bourque (2), Murray (3), Heinze (2), Juneou (5) 2; Buchberger (1), Howspood (1), Simeson (5), Shets on goel—Seston (on Renferd) 12-12-16—40, Edmon-

Sonderson (5) 2; Turpeon (4), Horne (5) 3. Shets on goo!—Hortford (on Fitzpotrick) 44. 4—14, New York (on Burke) 7-11-9—27.

Tempa Bay
Tempa Bay
Kovalenka (2), Gusarov (3); Tucker (2),
Kontas (9), Druilo (1), Shets on gool—Quebec
(on Young) 7-67—22, Temon Bay (on Hexhall)
9-8-24.

Printed By Street (6), Tocchet (6), M. Lernieux (12), Jour (6); C. Lernieux (5), Ojener (2) 2. Seats as good-Pirtsburgh (on Billington) 5-10-6-21. New Jersey (on Barrasso) 7-14

N.Y. Rensers 2 0 6 1—3
Othere 8 1 1 3—2
Massier (5) 2. Bourque (2): Lucropo (1).
Shark (1). She's on seel—New York (on Sidor-klewicz) 9-2-9-2—21. Otherer (on Richier) 13-11-9-2—33.

Montreot 4 1 2-7
Philiotelphia 3 6 3-4
Bellows (6). Schneider (2). Diorne (3).
Kenne (2). Odelein (1), Brisebols (3), Lebrou
(3) Golley (2), Pedyk (2), Pasiawski (4) 2.

Berezon (1): Zezel (3), Ellett (1), Peason (3), Gilmour (6), Berezhevsky (8). Skots on soel—Son Jose Ion Potvin) 12+8-24. Yoronto (on Hayward)17-9-11-37.

Los Ampeles 1 1 3 6—5
Mismesotu 3 1 1 6—5
Mismesotu 41; Kurri (41, Donneily (2) 2,
Sandstrom (4); Bilk (1), Sjodin (31, Modano
(3), Courtnoil (5), Cruis (5), Shota on peal—Los Ansetes (on Cosey) 6-11-9-1—27, Mismesotu (on Shouber) 22-9-11-8—60.

Hartford N.Y. Islanders

phila 15-6-19-J1.

"It means cancelling a lot of plans I'd made for next week." he

said. "It involved a lot of going to pubs and staying out late." Tied for third, six shots back and was 12 strokes back were Ronan Rafferty and Eamonn Darcy of Ireland, Colin Montgo-merie of Scotland and Eduardo Romero of Argentina.

The victory also put Feberty into Tetsu Nishikawa on the 18th bole San Antonio. (Reuters, AP, UPI)

RKC Wootwilk & MVV Moostricht 3

flags: PSV Einchoven 14 FC Twente

ENGLISH PREMIER LEAGUE

Arsenol 2, Everton 0 Biockburn Rovers 0, Monchester United 0 Coventry 1, Chelsen 2

Manchester City I, Southerneton 0 Middlesbrough 1, Sheffield Wednesday 1 Oldham 1, Aston Villo 1

Shettleld United & Nottleehom Forest 0

Wimbledon 1, Toftenham 1
Shadayer Blackburn 26. Norwich 26,
Outens Park Rainers 25. Artestal 23, Coventry 22. Asten Villio 21, Monchester United 21,
Otelsea 19. Middlesbraush 17, Leeds 17, Ipswich 17, Monchester City 16. Liverpool 16.
Sheffield Wadnesdoy 16, Oldhama 15. Everton
13, Sheffield United 13, Toftenham 12, Crystal
Palace 11. Wimbledon 11. Southarmaton 11,
Nathinaham Forest 10.

FRENCH FIRST DIVISION

Le Hovre 1, Litle 0
Lins 0, Coen 3
Nimes 2, Volendennes 1
Marsette 1, Soint-Effectus 0
Standbass Nortes 30, Paris SL Germain 19,
Auserts 16, Monaco 16, Marsette 16, Bardeoux 14, Saint-Etienne 12, Montpellier 12,
Coen 11, Metz 11, Le Hovre 11, Strasbourg 11,
Sachaux 11, Lyon 10, Litle 10, Volendermes 9,
Nimes 9, Toulause 7, Lens 1, Toulan 4.

Ipswich 2, Crystal Palace 2

Queens Park Rongers 2, Leeds 1

SOCCER

Japan, then won the second playoff hole Sunday with a birdie while Nishikawa was bitting into a water hazard. Nick Faldo, the 1992 British Open champion, carded a 71

 Nick Price shot 3-under-par-68 to take a one stroke lead over second-round leader Roger Malthie and Steve Elkington into Sunday's Masahiro Kuramoto tied, final round of the Texas Open in

#### SIDELINES

### Pretoria Sports Group Shuns Rugh

JOHANNESBURG (Combined Dispatches) - South Africa's powerful sports body decided on Sunday to withdraw all support in international rugby union tours at home and abroad.

"We're going to stop all rugby tours," said Muleki George, president of the National Sports Congress, at the body's annual congress. Johannesburg, He said the organization, which is allied with National Congress, had also withdrawn its supports. the 1995 Rugby World Cup to be staged in South Africa.

George said his body no longer felt "obliged to protect" rugby, addithat the sport's authorities were not considered representative of South

Africa and were still using symbols of apartheid, • In Paris, France won its first rugby match against South Africa home on Saturday, 29-16. Last week in Lyon, the Springboks, mail

their first international trip since 1981, won by 20-15. Australia defeated Britain, 10-6, on Saturday in the rugby least World Cup final at Wembley. It was Australia's fourth successive Wood

PALMA DE MALLORCA, Spain (Reuters) — Olaf Ludwig of Gamany won the 1992 cycling World Cup after finishing 14th on Saturday the Grand Prix des Nations individual time trial, the final cup events Johan Bruyneel of Belgium won the 57-kilometer (35.25-miles) race clocking I hour, 9 minutes.

#### Golfer Linked to Jordan Convicted

CHARLOTTE, North Carolina (UPI) - A professional golfer who. got 8 \$57,000 payment from Michael Jordan, the Chicago Bulls star, for exambling debt has been convicted of federal money laundering charges.

James (Slim) Bouler was convicted Friday on five counts of laundering drug money and one count of possession of a firearm by a convicted felon. He was acquitted on charges of drug trafficking. He remains free pending septencing in December. His attorney said he would appeal.

The case drew national attention when federal agents seized Jordan's \$57,000 check. On Thursday, the basketball star testified that he had written the check to pay off a golf and gambling debt, contradicting his. earlier statement that the money was a loan to Bouler to help him buy property. Jordan testified that his initial account had been intended to avoid "embarrassment and pain and the connection to gambling."

#### For the Record

Track and field's European Cup will be held annually instead of every two years, the European Athletic Association said Saturday. (AFP) Rene Lachemann, 47, an Oakland Athletics coach, has been named manager of the Florida Marlins, the National League expansion team. Lachemann, who previously managed the Seattle Mariners and the Milwaukee Brewers to a cumulative record of 207-274, was given a three track Team and the seattle Mariners. year contract. Terms were not disclosed.

Tony Lopez floored Joe Gamache, the titleholder, stopping him in the 11th round Saturday to take the WBA lightweight title in Portland, Oregon.

### FC Cologne 2. V/B Stuttsort ) Dynama Dresden 1. FC Nuremb Watterscheld 2. Scorbruecken 1 Homburg SV 1. Scholke 2 Standlags: Bayern Munichis DUTCH FIRST DIVISION PSV Eindhoven 2, FC Groningen 8 Ga Ahead Eagles 4, Fortuna Sittland 3

Standings: Bayern Munichis, Eintrocki Frankfurtis, Boyer Leverkusen is, Borussia Printertris, sover Leveragen is, Sociate Dortmundis, Karismhe SC14, Werder Bremen 14, VfB Stuttgart 13, Scholke 11, FC Nuremberg 11, FC Kolsenskutern 9, 56 Wortenscheld 9, Bayer Lerdingen 9, FC Dynamo Dresden 9, FC Soarbrucken 9, Borussia Meanchengladbach 8, FC Cologne 7, Hamburg SV 7, VfL Bochum 4. Shaedlack: PSV Einthoven 14. FC Twente Enschede 13. Feyenoord Rotterdom 12. Alox Amslerdom 11, FC Utracht 11, MVV Moos-tricht 11. Vitesse Arnhem 10. Sporte Rether-dom 18.Rodo JC Kertrode & Willem II Til-burg 8. R KC Woxiwiik 0. Ga Ahead Engles Deventer 7, FC Grantpean 7, Cambuur Leeu-worden 5,FC Volendom 4. SVV/Dockreckt 70 4.FC Den Basch 4, Fortuna Stitterd 1.

ITALIAN FIRST DIVISION Ancoro 3. Foggio 0
Brescio B. Cogliori 2
Florentino 4. Sompdorio 0
Genos 4. Pescaro 3
Internazionale 3. Juvenius 1
Lazio 3. Atalanto 0
Hanali 3. Barra 3 Napoli 2, Rama 1 Parma & AC Milan 2

Torino 1, Udinese 0
Standines: AC Millan 12, Torino 10, Fiorantina 9, Internazionale 9, Lazlo 8, Juventus 8.
Genoa 8, Sampdoria 8, Brescia 7, Roma 6.

SPANISH FIRST DIVISION Real Madrid 2, Athletic 218000 0 Rave Vellecono 2, Attetico de Modrid 0 Callo 0, Oviado 0 Carro II, Covaco II
Sevilla I, Cogr II
Osasuna I, Essanol I
Radi Sociedad I, Zarrasaza I
Bursos B, Desortivo II
Sportino Gilon I, Albacete II
Real Mosirid Z, Athletic Zilbao II

South Africa 1, Congo 0 Africa, Group E

#### TRANSACTIONS

BASEBALL BASEBALL
National League
CHICAGO---Declined in exercise their option an contract of Dave Smith, pilotier,
Named Camile Kowal director of minor
league business operations.
FLORIDA---Numed Rene Lachemann
manager and Marcel Lechemann pilothing
cooch, Signed Rene Lachemann in 3-year con-

toci.

HDUSTON—Rafael Ramirez and Ernest tites, infleiders, retused assignments and lected to become free agents.

BASKETBALL Motional Basketball Association PHOENIX—Walved Brion Davis, guard, PORTLAND—Traded Robert Pack, guard, Desirer Nuguets for a 1993 second-round

root choice.

POOTBALL

National Football League

DENVER—Signed Ruben Radiriguez punter.

DETROIT—Signed Chuck Thomas, center, GREEN BAY-Signed Dove Vivene, tockle. Crice in BAT—signed prove (perpe, rocke, Kelth Millord retired, defensive lineman, Ac-livated Sebastion Barrie, defensive end, from aractice sound. HOUSTON—Signed and activated Maria

Bolley, wide receiver, from practice squad. Wolved Crois Vessey, detersive end.

#### **AUTO RACING** Japanese Grand Prix

Results Sunday on the 5,000-kilometer (2,43-mile) Sazuka chrolit: 1, Riccardo Potresa, Italy, Williams-Renault, 1 hour, 32 minutes, 9,553 seconds, 199 kph (124,379 mph); 2, Ger-

hard Berger, Austria, McLaren-Honau, 1372
seconds behind; 2. Alartin Brundle, Britain,
Benetton-Ford.): 15.503 behind; 4. Andrea De
Casaris, Ilary, Tyrrell-Ilaror, 1 (ap behind; 5.
Joan Alesi, France, Ferrort, 1 (ap behind; 6.
Christian Fittipeldi, Brazil, Minardi-Lamborghini, 1 (ap behind; 6.
7. Stefono Madana, Iraiy, Jordan-Yamaha, 1
(ap behind; 0. Agurt Suzuki, Japan, Footwork-Mugen-Honda, 1 (an behind; 9. J.), Leithe, Finland, Dallaro-Ferrort, 1 (ap behind; 10. Plerluigh Martini, Italy, Dallaro-Ferrort, 1 (ap
behind; 11. Ukyo Kafayama, Japan, VenturiLamborghini, 1 (ap behind; 12. Nicola Larini,
Ilaiy, Farruri, 1 (ap behind; 12. Benansee
Maspeth, Ilaiy, Marth-Himor, 2 (aps behind;
14. Gianni Morbidelli, Minardi-Lambortini, 2
(aps behind; 15, Michele Alborato, Italy, Footwork-Mugen-Handa, 2 (aps behind,
Drivers' steadings (offer 15 roces); 1. Nipel
Mansell, Britain, 10s points; 2. Riccardo Pahrese, Hoty, 54: 3. Ayrton Senna, Brazil, 59; 4.
Alichael Schumacher, Germany, 47; 5. Gerhard Berger, Austria, 39; 6 Mortin Brundle,
Britain, 34: 7. Jeon Alesi, France, 15; 8. Alika

Harty 9; 10, Michele Alboreto, Holy, 6, World constructors' standings; 1, Williams 144 points; 2, McLaren 89; 3, Benetion 81; 4 Ferrari 18; 5, Latus 13; 4, Tyrrell 0; 7, Foot tion 81: 4 work 6; & Ligier 4; 9. March 3; 10. Dalla Iqual, Venturi 1; 11 equal, Minardi )

#### TENNIS CA TROPHY

Petr Korda (1), Czechoslovokia, def, Jai Siemeriaj, Netherlands, 7-3, 6-7 (2-7), 6-3; Gianiuca Pazzi, Italy, def, Andrei Chesnokov, Russia 6-2 6-7 (3-7), 6-4.

Mails quantity

Maria jelo 4 Charle jelo 10 Taber Sel 10 100, it. 54 10 100, it. 54 10 100, it. 54

ATLAMIA

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ATRAGEA.

Fine)
Korda def, Pezzi, 6-3, 4-2, 5-7, 6-1,
LYON OPEN
Quarterfinals
Cedric Pioline, France, 6-1, Arnuad
Boelsch, France, 6-3, 1-6, 6-4; Pete Sampras

(1), U.S., def. Morkus Zoecke, Germany, 4-4,6-

Cedric Pioline, Primary berg, U.S., 6-2, 6-7 ()-7), 7-51 Pete Someros (1), Malli Val Washington (2), U.S., 6-8, 6-2. Finoi

Sampriss det. Pioline, 6-4, 6-2.
MIDLAND BANK CHAMPIONSHIPS
IN Brightion, England
Quarter/Right
Jana Novoma (5), Czechoslovokia, det. Conchita Martinez (3), Seath, 6-4, 4-2,

MALBORO CRIMINIONSHIP
In Hors Koep
Semifinats

Michael Chors (1), United States, del.

Goran Prole, Croatia, 7-4 (7-3), 4-4, 6-3; Ivan
Lendi (2), United States, del. Richard Krali-

#### **DENNIS THE MENACE**



MON'S NOT FEELIN' 6000 TODAY, SO

JUNIBILE THAT SCRAMBLED WORD CAME
by Horst Arrold and Bob Lee RATAO IT'S USUALLY EASY TO WIN A LOT OF MONEY AT THE RACETRACK IF YOU'RE THIS. CAFEED HISRAP Answer here: A Jumpers tonom
Jumpers USUAP BARON CAPIER WALRUS
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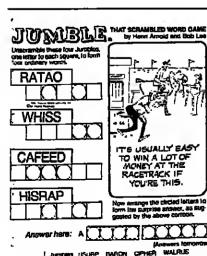
> To our readers in France It's never been easier to subscribe and save with our new toll free service. Just call us today at 05-437-437

The state of

#### PEANUTS

Sunday, in Harara, Zimbabwe
India vs. Zimbabwe
India vs. Zimbabwe
India: 237 (all out in 49.4 overs)
Zimbabwe: 209 (all out in 49.1 overs)
Result: India won by 30 runs.

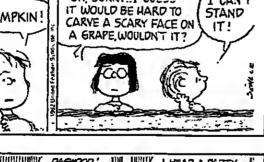






















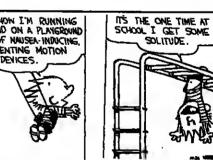


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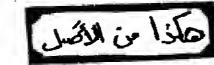
#### REX MORGAN





#### GARFIELD





Seconded out for P.Smith in the 7th, bnounced for Sanders in the 7th, c-grounded
to fletder's choice for Wells in the 8th, dsitual for Lemke in the 9th, s-lined out for
others in the 9th, f-lined out for Leikrend
the 9th, f-lined out for Leikrandt in the 11th,
on for Berryhill in the 11th,
straid
186 186 286 02—4 14 1
floate
186 186 286 02—4 14 1
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186 186 286 02—4 14 1
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186 186 286 02—2 14 1
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186 186 02—2 12, Winfield 11),
27ders 22, D.Sonders (2), HR—Maldonado
1 off Avery, RBIS—Carter (2), Winfield 2
), Maldonado (2), Nixon (1), Pendleton (2),
smiter (2), SB—White (1), RAJoner (2),
smiter (2), SB—White (1), RAJoner (2),

Runners left in scoring position—Toronfo à Vinfield 2. Moldonado 2. Gruber, Dišeli); lonto 4 (Nicon, Gami 2. Pendieton 2, Avery). Runners moved up.—RAlomar, Carter, Mol-

992 World Series Records

TEAM

Most consecutive somes with home run.

Most stolen bases, team, 6-pame series — 14, Monta: old record %, Chi (NL), 1904,

19 (Attente 14. Toronto 5); old record 14.

ew York (NL) vs. Phi. (AL), 1905.

ore, 1970 and Allw

n boses, both clubs, 6-pome series

## PORTS WELD SERVE

Jays Win Series on Winfield's 2-Run Double in 11th



Dave Winfield belted a ground-ball double in his 44th Series at-bat to finally win a championship ring.

1990—Cinchwati (NL) 4, Ookford (AL) 0, 1989—Oukland (AL) 4. Son Francisco (NL) 0; 1988—Los Angeles (NL) 4, Ookford (AL) 1, 1987—Minnesoft (AL) 4, St. Louis (NL) 2;

others.

Most pames last, total series, no victories — Consecutive sames butted salely, postsec-to career, catcher — 14, Pat Borders, Toronby Edgar Summers, Oct. 1908-09; Williams Sherdel, St. Louis (NL), 1926, 1928) and Don Newcombe, Brooklyn (NL), 1949, 1955, 1956. Most saves, 6-pame scries — 2, Tom Henke, Toronto; shored by Tuy McGraw, 1960 Philo-delphila Phillies, and Rich Gassage, 1981 New

Most wild pitches, game — 2. John Smotts, Atlanta, Game 2: shared by 13 others. World Series Champions 1992—Toronio (AL) 4, Atlanta (NL) 2: 1991—Minnesota (AL) 4, Atlanta (NL) 3.

6-game series — 3. Toron-

Most stolen boses, 6-pome series - 5. Otts

ickon, Atlanta, and Delon Sanders, Atlanta; id record 4, Davey Lopes, Los Angeles, 1981,

RECORDS TIED

Composite Boxscore

Cone a Serague ph-1b Borders c Olerud Th

Corter 16-if-ri Whils of Winfield ri-dh Alomor 26 Moldonodo 18-ph

Lee ss

Morris p Tabler ph Beti ph Key p Eichhorn Briffin sa

Sant Herry Native III is Jerryhill c Jerryhill c Jerry p Johren ph 3. Smith g 1. Treadway p Jelfand ss3 Jelfand p Jendon p Vahlers p

BATTING SUMMARY PITCHING SUMMARY

SCONE BY INNINGS 111 420 123 42-17 111 274 621 61-25

Monte
One out when velocity run scored (Game 3).
One out when velocity in the 9th (Game 2), Stanton pitched to 1 botter in the 9th (Game 3),
Amery elitched to 1 botter in the 9th (Game 2), Stanton pitched to 1 botter in the 7th (Game 3),
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", Jimshiya—Jerry Crowford (NL), Mike Relily (AL), Joe West (NL), Don Morrison (AL), Bob Jimshiya—Jerry Crowford (NL), Mike Relily (AL), Joe West (NL), Don Morrison (AL), Bob Jimshiya (AL), John Shubok (AL), a Jimshiya (Souris)—Gong to Jay (Souris) (Souris)—Gong to Jay (Souris) (So

1987—Minnesolu (AL) 4, St. Louis (NL) 2;
1986—New York (NL) 4, Boston (AL) 2;
1985—Kometr Lifty (AL) 4, St. Louis (NL) 3;
1984—Defroi) (AL) 4, Son Diego (NL) 7;
1983—Bellimore (AL) 4, Philodelphia (NL) 1;
1983—St. Louis (NL) 4, Milwoukee (AL) 3;
1981—Los Angeles (NL) 4, New York (AL) 2;
1980—Philodelphia (NL) 4, Koraso Cifty (AL) 2;
1979—Philodelphia (NL) 4, Koraso Cifty (AL) 2;
1979—Philodelphia (NL) 4, Boston (AL) 6;
1977—New York (AL) 4, Los Angeles (NL) 2;
1977—Checkmott (NL) 4, New York (AL) 6, 1975—Checkmott (NL) 4, New York (AL) 6;
1975—Checkmott (NL) 4, New York (AL) 6, 1975—Checkmott (NL) 4, New York (AL) 6, 1975—Checkmott (NL) 4, New York (AL) 6, 1974—Ooklond (AL) 4, Los Angeles (NL) 1;
1974—Ooklond (AL) 4, Los Angeles (NL) 1;
1974—Ooklond (AL) 4, Los Angeles (NL) 1; 1973—Oskolad (AL) 4. Cincinnati (NL) 3; 1973—Oskolad (AL) 4. Cincinnati (NL) 3; 1973—Pittsbursh (NL) 4. Baltimore (AL) 3. 1970—Baltimore (AL) 4. Cincinnati (NL) 2; 1949—New York (NL) 4. Baltimore (AL) 1; 1948—Delrott (AL) 4. St. Louis (NL) 3; 1947—St. Louis (NL) 4. Boston (AL) 3; 1944—Selficore (AL) 4. Los openies (NL) 3;

1962—St. Louis (NL) 4. Boston (AL) 3; 1966—Bottimore (AL) 4, Los Angeles (NL) 0; 1965—Los Angeles (NL) 4, Minnesoto (AL) 3; 1964—St. Louis (NL) 4. New York (AL) 0; 1962—New York (AL) 4, Sm Francisco (NL) 3; 1963—New York (AL) 4, Cincinnoti (NL) 1, 1969—Pitisburgh (NL) 4, New York (AL) 2; 1963—Ropeles (AL) 4, Cincon (AL) 2; 1963—Con Angeles (AL) 4, Cincon (AL) 2; 1960—Pittsburth (NL) 4, New York (AL) 2;
1939—Los Anpeles (NL) 4, Chicago (AL) 2;
1938—New York (AL) 4, Althrouke (NL) 3;
1935—Miwoukee (NL) 4, New York (AL) 3;
1935—New York (AL) 4, Brooklyn (NL) 3;
1935—New York (AL) 4, Brooklyn (NL) 2;
1933—New York (AL) 4, Brooklyn (NL) 2;
1933—New York (AL) 4, Brooklyn (NL) 3;
1935—New York (AL) 4, Brooklyn (NL) 3;
1935—New York (AL) 4, Phodelphin (NL)
0; 1949—New York (AL) 4, Phodelphin (NL)
1948—Cleveland (AL) 4, Poston (NL) 2;
1947—New York (AL) 4, Boston (NL) 3;
1946—St. Louis (NL) 4, Boston (AL) 3;
1945—Detroit (AL) 4, Chicase (NL) 3;
1945—Detroit (AL) 4, St. Louis (NL) 3;
1945—Detroit (AL) 4, St. Louis (NL) 1;
1943—New York (AL) 4, St. Louis (NL) 1;
1943—New York (AL) 4, St. Louis (NL) 1;
1943—New York (AL) 4, Erooklyn (NL) 1;

1941-New York (AL) 4 Brooklyn (NL) 1 nuti (NLI 4 Detroit (AL) 3; 1940—Cincinnott (NLI 4. Detroit (AL.) 3; 1939—New York (AL.) 4. Cincinnott (NL) 0; 1933—New York (AL.) 4. Chicago (NL) 0; 1937—New York (AL.) 4. New York (NL) 1; 1936—New York (AL.) 4. New York (NL) 2; 1935—Detroit (AL.) 4. Chicago (NL) 2; 1933—New York (NL) 4. Detroit (AL.) 3; 1933—New York (NL) 4. Washington (AL.) 1; 1932—New York (AL.) 4. Chicago (NL) 0; 1931—S. Coll (NL) 4. Chicago (NL) 0; 1931-St. Louis (NL) 4 Phil 1930-Philodelphia (AL) 4.SL Louis (NL) 2:

1920—Cleveland (ALI 3, Brooklyn (NL) 2;
1919—Cincinnati (NLI 5, Chicago (ALI 2;
1918—Boston (ALI 4, Chicago (NLI 3;
1917—Chicago (ALI 4, New York (NL) 2;
1915—Boston (ALI 4, Philodelphia (NLI 1;
1915—Boston (ALI 4, Philodelphia (NLI 1;
1913—Boston (NLI 4, Philodelphia (ALI 4, P13—Boston (ALI 4, Philodelphia (NLI 1;
1913—Philodelphia (ALI 4, New York (NLI 3, 1 He;
1917)—Philodelphia (ALI 4, New York (NLI 2, 1 Ho)—Philodelphia (ALI 4, Chicago (NLI 1;
1909—Philodelphia (ALI 4, Chicago (NLI 1;
1907—Chicago (NLI 4, Detroit (ALI 3;
1906—Chicago (NLI 4, Detroit (ALI 3;
1906—Chicago (NLI 4, Chicago (NLI 2;
1906—Chicago (NLI 4, Philodelphia (ALI 1;
1904—Na series; 1903—Boston (ALI 5, Pittsburgh (NLI 1, 2)

1972—Pot Borders, Toronto
1971—Jock Morris, Minnesoto (AL);
1980—Sose Rillo, Cincinnati
1989—Core Stewart, Oskkand
1983—Orel Hersiniser, Los Anaeles
1983—Rick Dempsey, Boltimore (AL);
1983—Rick Dempsey, Boltimore (AL);
1983—Rick Dempsey, Boltimore (AL);
1983—Rick Dempsey, Boltimore (AL);
1983—Rorell Parier, St. Louis
1983—Rick Dempsey, Boltimore (AL);
1983—Rorell Parier, St. Louis
1983—Wille Stargett, Phitsburgh (NL);
1973—Wille Stargett, Phitsburgh (NL);
1973—Resole Jockson, New York (AL);
1974—Serker, Calcinnati (NL);
1975—Peter Rose, Cincinnati (NL);
1975—Peter Rose, Cincinnati (NL);
1975—Gene Tenoca,
Ooklond (AL);
1973—Gene Tenoca,
Ooklond (AL);
1973—Roberto Ciennesite,
Phitsburgh (NL);
1976—Brooks Robinson, Beltimore (AL);
1986—Dempse Cientergen, New York (NL);

1969—Donn Clendenon, New York (NL); 1968—Allckey Lolich, Dehreit (AL); 1967—Bob Gibson, St. Louis (NL); 1966—Frank Robinson, Boltimore (AL); 1946—Fronk Robinson, Bernmore (ALI)
1946—Sondy Koutox, Les Angeles (NLI)
1946—Sob Gibson, St. Louis (NLI)
1943—Sondy Koutox, Les Angeles (NLI)
1943—Roloh Terry, New York (ALI)
1946—Sobby Richardson, New York (ALI)
1946—Sobby Richardson, New York (ALI)
1946—Lerry Sherry, Les Angeles (NLI)
1946—Lerry Sherry, Les Angeles (NLI)

1970—Brooks Robinson, Boltimore (AL)

#### ESPN Pays Baseball To End TV Contract The Associated Press

ATLANTA - ESPN has declined to exercise its \$250 million option to televise maor league baseball in 1994 and 1995 and instead opted to pay a \$13 million buyont. ESPN's \$390 million, four-

year deal with baseball expires following the 1993 season. The cable company said it has lost about half its investment on the deal, and that any oew deal would have to be at a lower

### Braves Come Up Short, 4-3, After Tying Score in the 9th

By Mark Maske

Washington Post Service ATLANTA - Resiliency and Toronto Blue Jays have not

Winfield's two-run double off Bobby Cox, stayed with the veteran Charlie Leibrandt in the 11th in- left-hander, And it cost him dearly. ning of a memorable Game 6 ou

Toronto prevailed, four games to two, in the best-of-seven affair to become the first non-U.S. team to win a World Series crown. The Blue Jays' horrific crunch-time collapses of past years were at last forgotten. And the man who bailed them out was Winfield, who at 41 got his first championship ring with his first World Series extra-base hit, in

at-bat No. 44. "Til tell you, I'm the oldest man in the room, and it took me the longest to get a World Series championship," Winfield said in the ju-bilant postgame clubhouse. "But I'm the happiest right now. I didn't do a whole lot, but I did it at the right time. This is the best team I ever played for."

The Blue Jays were within one strike of a 2-1 triumph in nine innings when relief ace Tom Henke surrendered Otis Nixon's two-out,

run-scoring single on an 0-2 pitch. Henke's failure was the first save opportunity that Toronto's relief hers had blown in three months and 78 games, since July 24, and it snapped a record-setting string of consecutive scoreless innings in this series.

The ghosts of past failures were beginning to warm up in the bullpen alongside Jimmy Key, the Blue Jays' starter and winner in Game 4. who popped into the manager's office in the afternoon to tell Cito Gaston that he was available for an inning or two that night.

But Winfield fixed all of that shortly after the game passed the four-hour mark. It ended 4 hours, 7 minutes after it began, with the Blue Jays — and the 45,000 fans who watched the contest on the giant television screen in Toromo's

SkyDome — celebrating wildly. Gastoo said he had asked Winfield in the seventh inning about coming ont of the game. But Winfield indicated that his creaky knees could hold up for a while

longer. He made a fabulous catch in right field in the eighth, and he produced the decisive hit in the 11th. "Thank goodness 1 didn't take him out," Gaston said.

Leibrandt, the luckless pitcher who gave up Kirby Puckett's gamebeen the best of friends, but the winning bome run for the Minneso-bounce-back Blue Jays of 1992 ta Twins in Game 6 of last year's have ridden some true grit and per-world Series, permitted a one-out severence to their first World Series walk to Devon White and Roberto title.

Alomar's single in the 11th. Even
They essentially had to win with Jeff Reardon ready and rightrwice, coming from ahead to beat handed hitters Joe Carter and Winthe Atlanta Braves, 4-3, on Dave field due up, the Braves manager,

Leibrandt retired Carter on a fly Saturday night at Atlanta-Fulton
County Stadium.

Toronto prevailed, four games to
two, in the best-of-seven affair to dleton and the bag. As it went into the left-field corner, White and Alomar scored for a 4-2 advantage. "I left Charlie in because he gets

right-handers out, and he was throwing pretty well," Cox said. "He gave up a ground ball. You can't, this year, fault him for it." The Blue Jays nearly blew it for a second time. Key, who worked 11/2 innings for his second victory of the Series, gave up a leadoff single to

That's how Atlanta's ninth-inning rally had begun. And the bottom of the 11th soon looked gloomy for the Blue Jays as well.

Shortstop Alfredo Griffin let a could-have-been double-play bouncer off the hat of Damon Berryhill get past him for an error that put Blanser on third base. Rafael Belliard's bunt moved emergency pinch-runner John Smoltz to second, and pinch-hitter Brian Hunter's ground out got Blauser home and moved Smotz to third base with two outs. But Mike Timlin came on to retire Nixon, on a dragbunt-for-a-hit attempt, to close things out,

"Otis sour ed to bunt and Joe Carter yelled, 'Break off,' so I bust-ed my bott to get to the line and picked up the ball," Timlin said referring to first baseman Carter. "I looked at it. I was going to try and tag Nixon, but then I just flipped it over his shoulder" to Car-

Torooto became the 10th team to win in its initial World Series appearance, and Atlanta the first to lose consecutive Series since the Los Angeles Dodgers of 1977 and

three of the final five contests, on top of the fourth by depositing a 1the beels of an eight-game winning streak for Series home teams.

different sort. The previous three nings were Game 6's for the ages: Series record. It was just the second



A heap of Blue Jays celebrating the first title by a non-U.S. team.

The Puckett game last year, the Bill Buckner game in 1986 and the Carlton Fisk game in 75.

The victory also kept the Jays from losing back-to-back games for the first time since Aug. 28-29. Their catcher, Pat Borders, was

named the most valuable player for a series in which he hit .450 but threw ont only three of 17 would-be base stealers, and that after the Oakland Athletics went 16 for 18 in steals attempts in the American League playoffs.

"When we finally got that last out," Borders said, "it was like, Wait for a second to see if it's really over." Toronto was in front for much of

the evening, getting six strong in-nings of four-hit, one-run work from starter David Cone. The Blue Jays reached Atlanta starter Steve Avery for a first-in-ning run when Carter's sacrifice fly

turned into an adventure and a

two-base error for the Braves' right

fielder, David Justice. Atlanta tied on Terry Pendleton's third-inning sacrifice fly.

It was a Series of trend busters in one way, as the visiting clob won er. Candy Maldonado led off the 0 pitch from Avery over the left field fence for his first homer of the Toronto had a 2-1 lead and its 16th

hit for Maldonado in at-bat No. 15 of the Series, the other being a ninth-inning single that won Game 3. And both were from someone who knows how to win: Maldonado has played in the postseason six times in the past 10 years, for

three different teams. It was still 2-1 going into the bottom of the ninth, after relievers Todd Stottlemyre and David Wells had gotten the Blue Jays through the seventh and Duane Ward had worked the ninth. Borders helped out by nailing Nixon, trying to steal second, in the seventh.

But Blauser grounded a leadoff single into left field in the ninth, and Berryhill bunted him to second base. Lonnie Smith drew a walk, Pinch-hitter Francisco Cabrera, whose two-run single with two outs in the bottom of the ninth had won Game 7 of the National League playoffs only 10 days earlier, yanked a line drive to left field. Maldonado nearly overran the ball coming in, but managed to snatch it out of the night sky for the sec-

ond out of the inning.
The Blue Jays appeared to have

escaped. They hadn't.
Henke got to an 0-2 count on Nixon, but he pulled a grounder through the left side of the infield, and Blauser easily beat Maldona-But it also continued a trend of a Series and third of the playoffs. do's too-high throw home. That evened matters before Henke final-Series contests to go into extra in- homer of the playoffs, tying the ly escaped by getting Ron Gant to fly out to White.

### Borders: 'Is It Over?' Yes, and He Was MVP

The Associated Press

believable. Catcher Pat Borders hit better than expected, threw poorly with a .258 batting average in five until the most important moment seasons with Toronto. He hit a caand, when the Toronto Blue Jays reer low 242 with 13 homers and finally were champions, did not 53 RBIs this year, but he caught even realize it.

It took him a second to figure out Series. that there would be no more Atlanta Braves comebacks and no more can League playoffs three times be-Blue Jays chokes.

"I didn't realize it was over." Borders said early Sunday after being named Most Valuable Player of seven games. the World Series. "They'd battled back so many times. They were such a good team. They finally got the last out."

It came on a bunt by Otis Nixon, who was thrown out at first in the 11th inning by pitcher Mike Timlin as Borders stood nearby. Toronto had its 4-3 victory and won its first championship, four games to two. Borders said he "waited" after the third out. And he wondered, "Is it over?

And Borders was one of the biggest reasons that it ended with Toronto on top. He his in all six Series

#### Japan Series 3-3 As Swallows Win The Associated Press

TOKYO - The Yakult Swallows beat the Seibu Lions, 8-7, with a 10th-inning home run Sunday, tying the best-of-seven Japan Series at three games each. Shinji Hata's homer off Tetsuya Shiozaki set up a Game 7 show-

down Monday in Yakult's stadium. The lead had changed hands three times before the defending champioo Lioos, the Pacific League pennant winners, went ahead, 6-4, in the top of the sixth on pinch-hitter Ken Suzuki's threerun home run. The Swallows narrowed it to 6-5

ed walk to Toru Sugiura in the bottom of the sixth, then tied it and went ahead, 7-6, in the seventh on a home run by Jack Howell and an RBI single by Johnny Paredes. The Lions tied the game at 7 in the ninth when Koji Ohtsuka walked after two outs and came home on Koji Akiyama's single.

on Yoshitaka Katori's bases-load-

games, and batted .450 after going ATLANTA - It was all so un- 2 for 4 in the deciding game.

He came into the postseason every inning in the Jays' first World They had made it to the Ameri-

fore this year and lost every time. In 1987, they blew a 3½-game lead in the AL East by losing their last No one in Toronto can call them

the Blow Jays now. "That town was going wild be-fore we even left," Borders said. "I feel badly we didn't get a chance to win it up there."

"But when we get back that town will he going crazy" he added.
"They deserve a winner."

Although Borders hit safely in 14 straight postseason games, equaling the third-best streak in history, he drew as much attention for his inability to throw out base stealers.

He foiled only two of 15 attempts in the first five games, but it was not all his fault. Toronto start-ers have difficulty holding runners on base, and Borders wants to make sure he does not compound the problem by making wild throws We have a staff full of power

Candy Maldonado, left, was congratulated by Pat Borders after hitting a home run in the fourth.

throw.

it easy, most catchers would have surprised this time. trouble stopping speedsters like Nixon and Deion Sanders. With steals in the third and fifth innings, Sanders was a perfect 5 for 5 in the Series, and Borders was 2 for 17 in catching runners. Nixon was perfect in five attempts coming into

pitchers and a great deal of time
But with Toronto leading 2-1
"Everyone was prepared for they throw the ball down," he said.
"I mould never a said." He has such "I would never compromise their seventh Nixon singled. After several good speed, a halfway good bunt stuff to make it easier for me to eral pickoff attempts by lefty Dastuff to make it easier for me to eral pickoff attempts by lefty Da-Even with pitchers who do make ond. He was the one who was

vid Wells, Nixon took off for sec-

in the corrections of the

had the two-run lead it needed when Atlanta tied the game in the

He was out, and Toronto still

Borders was not surprised when Nixon tried to bunt in the tying run have had a base hit." He was surprised when he was

"Even now," he said 15 minutes after the game, "I can't believe they really gave it to me. There's so many other players that still de-

"It's a shame that they had to give it to one person," be added.

### SERIES: Jays Break Jinx and Atlanta, Too, in 4-3 Thriller in 11 Innings

(Continued from page 1)

milked into the ninth. And wasn't it Maldouado who had just saved the game — saved it just two minutes before.

Cabrera had fouled off three 2-2 pitches, then crushed a wicked line drive to left field. Maldonado stood stock still - frozen by the ball screaming at him. It is the toughest play an outfielder faces: the murderonsly hit ball, straight at him. At the last instant, Maldonado realized that all the Blow Jay demons had conspired against him. The ball was going over his head. Two runs would score. The Braves would force a seventh game. And you know what happened to the Red Sox in '86.

Maldonado leaped and snagged the ball in the web of his glove.

After that catch, how could Maldonado not throw Blauser out at

he is dead, my friend. A good throw, a standard-issue played-allmy-life-in-right-field-cause-Ipack-a-gun peg to the plate and that world championship trophy

Maldonado hit the backstop on the fly. So, the Blue Jays were dead. The lead blown. All their past sins suddealy running up before their eyes,

would be in Canada.

accusing, reminding, mocking. That is what makes this game so wonderful, so much the game that the Blue Jays deserved. They didn't die. They pulled that ground-ball stake ont of their own hearts.

Henke, who had thrown roughly 1,000 pitches in the inning, got Ron Gant to fly out to end the ninth. Maybe the old Jays would have sat on their behinds as that inning ended. Who knows. The New Javs

the plate. Oh, you forgot about burst from their dugout to congrat-Blauser coming to the plate? Well, ulate Henke. Way to go, Tom. You just let the

world title get away. But you didn't blow the game.
You think that's it, right. You think the Jays just scored a couple of runs in the 11th. Simple.

Are you kidding? The bottom of the 11th was the bottom of the ninth all over again. Blauser singled to open the inning off Jimmy Key, and Damon Berryhill hit a perfect

double play grounder right at the sbortstop. It hit a rock. The damn thing bounced straight up over Alfredo Griffin. First and third. Mayhem in Fulton County. A sacrifice bunt put runners on second and third. A

groundout scored one and moved pinch runner John Smoltz, the tying run - to third base. Of course, Ous Nixon came to

So what's the best and crazies ending you could cook up.

That's right. The suicide squeeze hunt. The ultimate choke play. "Jays Blow Suicide Squezze, Pre-pare To Finish The Job In Game 7." But they didn't. Not this time.

Nixon, the speedburner, laid it down, halfway toward first base. Mike Timlin raced off the mound and plucked at the ball. No, he didn't bobble it, though hundreds have. He didn't rush, though thousands have. And he didn't throw it into the runner's back as countless pitchers have. He went as fast as was humanly possible - while still

being under control. Nixon was out by a fraction of a

The Blue Jays had stopped a suicide attempt. Now, they don't have to consider committing one themselves - not now, not ever.

### Greed and Lust Reign in Hollywood, D.C.

Selling the Homespun, Ordinary Look

By Rick Marin

NEW YORK — Hollywood: a town driven by greed, lust and ambition, where fat-cat moguls include sexual fetishes and an elect few (or their agents) rule with an iron hand.

Washington: A town driven by greed, lust and ambition, where white-haired senators indulge sexual fetishes and an elected few (or their handlers) rule with an iron

Better make that Hollywood's Washington, the one featured in Tim Robbins's mockumentary "Bob Roberts." CBS's new poli-sitcom "Hearts Afire" and no fewer than three television movies hitting preelection prime time.

Sample plot lines? A woman general runs for president. CIA spooks master-mind a campaign. A candidate's girlfriend performs quasi-obscene acts involving the American flag.

Alas, the real Washington may bear

little resemblance to the fabulously thrilling show-biz version, or so an informal survey of Beltway insiders indicated.

The fallacies and stereotypes they cite
may or may not help explain wby Wash-

ington movies of the week are seldom showered with Emmy awards. Of course it's Hollywood's word against Washington's, but the pundits polled isolated these three chronic cliches.

By Charles Hagen

their ordinariness.

voters themselves.

portrait of the first family. In it the Bushes

appear surrounded by no fewer than 22

children and grandchildren, all neatly

lined up and dressed in their Sunday best.

Bush that the gampy (or gammy) mode shifts into high gear. With her matrouly bearing, white hair and beaming smile, she

seems like a wise and caring Sunday school-

In combining marriage, motherbood and a career, Hillary Clinton's life is not

all that unusual today. Despite this, she -

or her handlers — still feels the need to

project something of the image of a tradi-

paign she, too, has often been photo-graphed in "caring" roles, whether

speaking with young cancer patients, showing off her chocolate chip cookies or

gazing adoringly at her busband. Given Mrs. Clinton's reputation for in-

dependence, it is not surprising that she

and ber busband are often depicted in

echoing poses. When Time magazine ran a

cover article about the "Hillary Factor," it

featured a large close-up of the Clintons

standing together, seen in profile. With their matching expressions of serious con-

mal housewife. Throughout the cam-

reading to groups of children.

teacher, and she is often photographed

But it is in photographic coverage of Mrs.

Sin City. Ever since Henry Kissinger proclaimed power the ultimate aphrodistac. Washington has been fictionalized as Sodom and Gomorrah costumed by Fred-erick's of Hollywood. "The President's Child" posits a presidential candidate who is the unwitting father of an illegitimate 7year-old. During a conception-night flash-back, a young, hard-working reporter (Donna Mills) receives a surprise visit in her hotel room from a young, hard-working senator (James Read).

"I'm here to assure you I'm anything but withered," he declares, dispelling her misperception of pols as bow-tied coots past their sexual prime. Later, once the pair bave retired to the bathtub, he bolds forth on the importance of good government.

Is life in Washington a nonstop sex-athon of bad pickup lines and Mr. Bubble? Not according to Christopher Buckley, author of the satirical novel "The White House Mess," who says: "I don't know how much sex is going on here. People are too busy worrying about access here, not

The Conspiracy. CBS's "President's Child" lifts a page from both Oliver Stone's "JFK" and Tim Robbins's "Bob Roberts." William Devane plays a CIA-trained presidential campaign manager

whose master plan to restore "order" to the United States means murdering his concupiscent candidate's illegitimate child and possioly Mom too.

"They assume that there is this incredibly Machiavellian Kissingerian chess game going on says Chris Matthews, formerly chief aide to the former Speaker of the House Thomas P. (Tip) O'Neill Jr. and now a columnia for The San Francisco Examiner. "Conspiracy theories are a lot of nonsense, because everybody knows nobody in Washington can keep a secret."

In Lifetime's "Majority Rule," Blair Brown plays a combat-seasoned female general who runs for president, only to be ambushed by an "October surprise" plot like the one some say Ronald Reagan's election team used against Jimmy Carter).

They are looking for drama where, for the most part such drama does not exist." says Norman Orenstein, an American En-terprise Institute scholar and self-described "sophisticated denizen" of Washington.

The Evil Handler. A composite of the media zuru Roger Ailes, the late Republi-can strategist Lee Atwater and Rasputin, Hollywood's political handler is typically ex-CIA. a savings-and-loan profiteer and fran-contra gunnumer who will stop at nothing to get his man into the Oval Office. Brown's general in "Majority Rule" falls

prey to the power broker masterminding her campaign. And when in "Running Mates" Diane Keaton's Hillary Clintonlike character makes a controversial remark on television, a media Machiavelli bellows to his candidate. "You have to modulate

Matthews, as a former handler, maintains that "the idea that the consultants call the shots is ridiculous. The candidate makes the decisions." Others aren't so sure. Morton Kondracke, a regular on NBC's "McLaughlin Group," says: "I tend to think there's something there. Congressmen are grown-ups. They're supposed to be able to say no. But they are handled a lot."

"Hollywood's concept of how Congress works is based on the Clarence Thomas-Anita Hill hearings, maybe with a smatter-ing of the Keating Five," says Orenstein. "The day-to-day operation of the govern-

ment is far more boring."

"The truth is, everybody would rather be in Hollywood's Washington than the real Washington," says Weisberg, Or as the disclaimer at the end of "Hearts After" unabashedly admits: "Any similarity to an actual person, organization or business is entirely coincidental and unintentional."

Rick Marin, who specializes in television for Entertainment Weekly and TV Guide, wrote this for The New York Times,

#### **LANGUAGE**

### The Debates: A Linguistic Analysis

By William Safire

N EW YORK — After the first presidential debate, not a single spinmeister worked the pundit crowd on the subject of the best use of language. Thus, wholly uninfluenced, and with the all-unimportant English teacher vote at stake, I will undertake the linguistic (in contrast to the political) analysis.

1. Solit Infinitives. Only the cultural elite goes out of its way to avoid inserting an adverb between the leaves of an infinitive. The people - ultimate arbiters of usage - happily split away, and all three candidates

were willing crassly to pander to this inclination.

Bush: "to significantly cut defense spending." Clinton: "to fully fund the act named for that wonderful boy Ryan White." Perot: "to clearly understand the backgrounds of each person." (This practice leaves open the question. Do people who split their infinitives split their rickets as well?)

2. The Offing of 'On.' This preposition is becoming an endangered species. President Bush spoke of "NIH working the problem" of AIDS, rather than working on the problem; Ross Perot had earlier eschewed the preposition with "How does this impact our

Governor Clinton ducked the on issue, but had his own preposition trouble: in his "work with them instead of manipulate them," he violated an idiom. instead of manipulate them," he violated an idiom. Instead of, according to my associate, Jeffrey McQuain, aiding me in this debatese watch, takes a gerund — "manipulating," in this case — as its object, and not a verb like "manipulate."

However, the general Clinton usage showed careful rehearsal: "whom I've seen" took my breath zway, as did "100 000 or slightly forum local frozent." Not

did "100,000 or slightly fewer [not less] troops." Not perfect yet: "over 150,000" AIDS deaths should have been more than, used with all figures except ages.

3. Word Choice, Perot erred on "historical event."

3. Word Choice. Perot erred on "historical event," which should be historic; any past event is historical, but only the most memorable ones are historic. Clinton talked of family values "transmuted from the elders to the children"; he may have meant "changed for the better," or "transformed, converted," but his context suggests he meant transmitted. Bush used the unnecessary "the fact that" and put forward the intelegant "was when" but chose his other mords with care.

4. Alliteration. Clinton trotted out "heartbreak and hope, more pain and more promise," and referred to the "Perot prescription": Perot repeated his "gridlock government"; Bush may have intended to repeat the Republican derogation of "deadbest dads," but misfixed it to "deadbeat fathers." However, the president came out on top in assonance, the repetition of vowel sounds, in the long o's of "global slowdown."

5. Homespun Pierases. Perot walked away with this event, from "third shift in a Dairy Queen" to his familiar "not playing Lawrence Welk music" to "fivestar migraine headache," presumably felt by Harry Truman toward General MacArthur. His "international competitors that are cleaning our plate," however, may be a cuphemism for cleaning our clock, which slanguists suspect has sexual overtones. (I wonder

6. Use of Quotations. "My wife, Hillary, gave me s book about a year ago," Clinton said, "in which the author defined insanity as just doing the same old thing over and over again and expecting a different result." When I asked Clinton's communications di-

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rector, George Stephanopolous, for the source of this quotation, he was unable to come up with it, and be said Hillary Clinton, asked about the source, could not remember the book because she passed along so many. Perot said, "Words are plentiful, deeds are pre-

cious"; there are many such comparisons of words and deeds in quotation books, including the sexist slogan of Maryland, Fatti maschii, parole femine, "Deeds are masculine, words are feminine." (My home state should do something about that.)

7. Grammar. "Till the military tell me," in the Bush usage, suggests that the military is to be construed as plural, like the media; I think the military is a collective noun to be construed as singular, and I think the military is with me on that.

Perot had a problem with pronoun-antecedent agreement: "A little child before they're 18 months learns to think," which he could fix without breaking a sweat. (That famed Perotism is based on breaking into a sween, but the clipped form is correct because it is an idiom.) Agreement was a beadache, though not of five-star migraine intensity, to Clinton as well: "There is certainly dangers" and "There is certainly other trou-

ble spots" suggest there is certainly difficulties for him in the area of subject-verb agreement.

I'm being a wise guy, here, of course; it should be noted that any three linguists, debating for 90 minutes on national television, would probably make as many mistakes as these three political campaigners. The spoken language cannot be held to the standard of the written language, except when it comes to

8. Pronunciation. Clinton said "la-MENT-a-oly" rather than the LAM-en-ta-bly preferred by purists, who also put the emphasis on the first syllables of despicable and hospitable. If Clinton goes on to victory and uses la-MENT-a-bly in news conferences, the lexicographers will have to fall in line. His sistake on patriotism — calling it "praytriotism" — may turn out to be a forward fumble, if taken to be an uncorscious portmantean coinage meaning "the fervent applica tion of religious principles to pobtical affairs." Perot had repeated difficulty with deteriorating.

which be pronounces duh-TEER-ec-ate-ing. He might be better off with degenerating, disintegrating, decom-

oxing or the simpler *crumbling*. Bush frowned on "the tax-and-spend route," which he pronounced ROWT. That is not incorrect; John Walker in 1791 decried the English tendency to use the French ROOT. Most of us, however, bave come to use ROOT to mean way, itinerary, journey, map," spelled route, and pronounced the same as the root of a plant. We use ROWT to pronounce the word spelled rout, meaning "resounding defeat; disorderly flight from battle; electoral debacle."

A sandpapered-fingertip sensitivity to pronunciation was shown by the debate's moderator, Jim Lehrer

of PBS. In his introduction, he said the program originated in St. Louis, "Miz-oor-uh." In his conclu-

sion, be said goodbye from "Miz-oor-ee."

Caught out in this straddle, the author of "A Bus of My Own" confesses: "I did it deliberately. I went to the University of Miz-oor-uh. 'Miz-oor-uh! Tigers!' That was a signal to my friends that I knew that's the way it's pronounced there.

"But everybody else says 'Miz-oor-ee,' " says the national broadcaster, "so I closed on that."

New York Times Service



President John Kennedy widely used his family to boost his image. Here he is greeted by John John in Hyannisport in 1963.

cern, the two look a little as if they're

about to he carved onto a coin. Another picture in the Time story probably reflected many people's misgivings about Mrs. Clinton's personality. It showed ber wearing a black cowboy hat and dark glasses, soowling into the camera.

The portentously titled video biography of her busband. The Man From Hope. produced for the convention by the Clinton campaign, betrays no such ambiva-lence in its celebration of Clinton family life. Productions of this sort have almost become a campaign requirement. A similar video self-portrait of Vice President Dan Quayle was shown at the Republican convention, as part of his announced attempt to redefine his image.

Even Ross Perot, despite his announced refusal to play the game of images, apparently felt the need to let the country in on his (bumble) family background. In the closing weeks of the campaign, he aired a half-bour television show about himself

While Perot reminisced about his child-

the navy and his early career working for I.B.M. snapshots flashed on the screen, Perot appeared as a boy, standing with his parents or on a seesaw or a borse. Other pictures showed him as a cadet at the Naval Academy, and with his wife shortly after their marriage. In all, the experience was much like that of looking through a family album with a captankerous uncle telling anecdotes about each shot.

The use of candidates' families for symbelie rurposes is by no means a recent development. One of the most popular mages of Abraham Lincoln, taken at Mathew Brady's studio in 1864, showed him seated in an armchair, a large book in his hands, with his young son Tad leaning on a nearby table.

With the rise of mass media and the growing popularity of behind-the-scenes riess of candidates and their families. voters were offered increasingly detailed. if not always accurate, reports about presiden's families. Enlisting a president's family to recest his public image reached a new intensity with the election of John F. Kennedy. The Kennedys provided the

complete with attractive main characters, an extensive and colorful supporting cast. and the real-life drama of national affairs.

Presidents since then have tended to submit to the public's bunger for images reflecting their family life. These days, though, candidates have begun to place limits on the use of their families for publicity purposes. The Clintons have largely shielded their daughter from media attention. Perot's wife and children, too, have for the most part stayed out of the lime-

Despite these hints of change, images of the candidates' families remain a staple in media coverage of the campaigns. Like much else in a presidential race, these pictures offer a blend of reality and symbolism. Images of this sort serve mainly to confirm voters' precenceptions - to tell them what they think they already know.

Charles Hagen writes frequently about photograph; and art. He wrote this for The

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New York Times, edited by Eugene Maleska

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